

1 PRESTON DuFAUCHARD  
California Corporations Commissioner  
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10 BEFORE THE DEPARTMENT OF CORPORATIONS  
11 OF THE STATE OF CALIFORNIA

12 )  
13 In the Matter of )  
14 THE CALIFORNIA CORPORATIONS )  
COMMISSIONER, )

15 Complainant,

16 vs.

17 Faas Financial, Inc., )  
18 )

19 Respondent. )  
20 )

) File Nos.: 603C916  
) ORDER DENYING CALIFORNIA  
) FINANCE LENDERS APPLICATION  
) PURSUANT TO FINANCIAL CODE  
) SECTION 22109

21 Complainant, the California Corporations Commissioner, (“Commissioner”) of the  
22 Department of Corporations ("Department") finds:

- 23 1. The Commissioner is responsible for enforcing the California Finance Lenders Law  
24 (“CFLL”) found in California Financial Code sections 22000 et seq.  
25 2. Leonard Faas incorporated Respondent Faas Financial, Inc. on or about May 14, 2004,  
26 in California. Faas Financial, Inc. applied for a CFLL license (File No. 603C916, hereinafter,  
27 "application") with the Commissioner pursuant to California Financial Code section 22102. The  
28 application was for a location situated at 545 S. State College Blvd., Anaheim, California 92806.

1           3. Complainant in his Accusation and Statement of Issues alleged that Respondent violated  
2 provisions of the CFLL and that the Complainant has authority to enforce the CFLL.

3           4. Section 22109 gives the Commissioner authority to deny a CFLL license stating, in part:

4           (a) Upon notice and reasonable opportunity to be heard, the commissioner  
5 may deny the application for nay of the following reasons:

6                 (1) A false statement of a material fact has been made in the application.

7                 (2) An officer, director, general partner, person responsible for the  
8 applicant's lending activities in this state, or person owning or controlling,  
9 directly or indirectly, 10 percent or more of the outstanding interests or  
10 equity securities of the applicant has, within the last 10 years, been  
11 convicted of or pleaded nolo contendere to a crime, or committed an act  
12 involving dishonesty, fraud, or deceit, if the crime or act is substantially  
13 related to the qualifications, functions, or duties of a person engaged in  
14 business in accordance with this division.

15                 (3) The applicant or an officer, director, general partner, person  
16 responsible for the applicant's lending activities in this state, or person  
17 owning or controlling, directly or indirectly, 10 percent or more of the  
18 outstanding interests or equity securities of the applicant has violated any  
19 provision of this division or the rules thereunder or any similar regulatory  
20 scheme of the State of California or a foreign jurisdiction.

21           5. Respondent pursuant to a settlement agreement agrees to, inter alia, the Commissioner's  
22 issuance pursuant to section 22109 of an Order Denying Respondent's CFLL application. The  
23 settlement agreement is incorporated herein by reference.

24           NOW, BASED UPON THE FOREGOING, AND GOOD CAUSE APPEARING, it  
25 is hereby ORDERED under the provisions of section 22109 that Respondent's above-described  
26 CFLL application is denied. This Order is effective as of the date hereof.

27 Dated: May 13, 2008  
28 Los Angeles, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

By \_\_\_\_\_

ALAN S. WEINGER  
Lead Corporations Counsel  
Attorney for Complainant