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STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF CORPORATIONS

TO: Global Group Holdings, LLC
PO Box 556, Main Street
Charlestown, Nevis, West Indies

DESIST AND REFRAIN ORDER
(For Violations of California Financial Code sections 23005 and 23036)

The California Corporations Commissioner finds that:

1. Global Group Holdings, LLC has engaged in the business of deferred deposit transactions in the State of California.
2. The Commissioner of Corporations has not issued a license to Global Group Holdings, LLC to engage in the business of deferred deposit transactions.
3. Global Group Holdings, LLC is not exempt from licensure as a deferred deposit originator.
4. On or about February 2010, Global Group Holdings, LLC offered, originated or made a deferred deposit transaction (otherwise known as a payday loan) to a consumer in the amount of \$200.
5. As fees for this \$200 transaction, Global Group Holdings withdrew \$120 per month from the customer's bank account from February 2010 to October 2011. Thus, for this \$200 transaction, the total fees were \$2,400 which exceeded an annual percentage rate of 700%.
6. Financial Code section 23005 prohibits any person from offering, originating, or making a deferred deposit transaction without first obtaining a license from the Commissioner, except as specified.
7. Financial Code section 23036 limits fees to 15% of the face amount of the deferred deposit transaction and prohibits amounts in excess of any fees authorized under the California Deferred Deposit Transaction Law.

1 By reason of the foregoing, Global Group Holdings, LLC has engaged in the business of
2 deferred deposit transaction without first obtaining a license from the Commissioner, and has charged
3 excessive fees, in violation of Financial Code Sections 23005 and 23036.

4 California Financial Code section 23050 states:

5 Whenever, in the opinion of the commissioner, any person is engaged in the
6 business of deferred deposit transactions, as defined in this division, without a
7 license from the commissioner, or any licensee is violating any provision of this
8 division, the commissioner may order that person or licensee to desist and refrain
9 from engaging in the business or further violating this division, If within 30 days,
10 after the order is served, a written request for a hearing is filed and no hearing is
11 held within 30 days thereafter, the order is rescinded.

12 Pursuant to Financial Code section 23050, Global Group Holdings, LLC is hereby ordered to
13 desist and refrain from engaging in the business of deferred deposit transactions in the State of
14 California without licensure or exemption, in violation of Financial Code section 23005, and to desist
15 and refrain from charging excessive fees, in violation of Financial Code section 23036.

16 This Order is necessary for the protection of consumers and consistent with the purposes,
17 policies and provisions of the California Deferred Deposit Transaction law. This Order shall remain
18 in full force and effect until further order of the Commissioner.

19 Dated: December 13, 2011

20 PRESTON DuFAUCHARD
21 California Corporations Commissioner

22 By _____
23 ALAN S. WEINGER
24 Deputy Commissioner
25 Enforcement Division
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