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

TO: Naras Secured Fund, LLC  
Naras Secured Fund #2, LLC  
Lismar Financial Services, LLC  
John H. Hagener  
2190 Gladstone Court, Suite L  
Glendale Heights, Illinois 60139

**DESIST AND REFRAIN ORDER**  
**(For violation of section 25110 of the Corporations Code)**

The California Corporations Commissioner finds that:

1. At all relevant times, Naras Secured Fund, LLC, and Naras Secured Fund #2, LLC (“Naras Funds”) were Delaware limited liability companies located at 2190 Gladstone Court, Suite L, Glendale Heights, Illinois 60139.
2. At all relevant times the Naras Funds were managed by Lismar Financial Services, LLC (Lismar) a Delaware limited liability company located at 2190 Gladstone Court, Suite L, Glendale Heights, Illinois 60139.
3. At all relevant times, John H. Hagener (Hagener), was the Chief Manager of Lismar Financial Services, LLC.
4. From January 2008 and thereafter, the Naras Funds, Lismar and Hagener offer and sold membership interest units in the Naras Funds to California residents. The purpose of the offerings was to raise \$975,000.00 in Naras Secured Fund, LLC and 10,000,000.00 in Naras Secured Fund #2, LLC to finance residential real property purchases by third parties.
5. The offers were made as a result of free seminars conducted by Loomis Wealth Solutions, Inc. in various California locations.

1 6. Naras Funds, Lismar and Hagener offered and/or sold these securities in this state in issuer  
2 transactions. The Department of Corporations has not issued a permit or other form of qualification  
3 authorizing any person to offer or sell these securities in this state, and no claimed exemption applies.

4 7. Naras Funds, Lismar and Hagener filed an exemption notice on April 6, 2007, however this  
5 exemption is void, due to the conduct of Naras Funds, Lismar and Hagener. The offer and sale of  
6 securities referred to herein were not exempt from the requirement of qualification under Section  
7 25110.

8 Based upon the foregoing findings, the California Corporations Commissioner is of the  
9 opinion that the membership interest units in Naras Secured Fund, LLC and Naras Secured Fund #2,  
10 LLC issued by Naras Secured Fund, LLC and Naras Secured Fund #2, LLC are securities subject to  
11 qualification under the California Corporate Securities Law of 1968 and are being or have been  
12 offered or sold without being qualified or exempt in violation of Corporations Code section 25110.  
13 Pursuant to section 25532 of the Corporate Securities Law of 1968, Naras Secured Fund, LLC and  
14 Naras Secured Fund #2, LLC, Lismar Financial Services, LLC and John H. Hagener are hereby  
15 ordered to desist and refrain from the further offer or sale of securities in the State of California,  
16 unless and until qualification has been made under the law or unless exempt.

17 This Order is necessary, in the public interest, for the protection of investors and consistent  
18 with the purposes, policies, and provisions of the Corporate Securities Law of 1968. This order  
19 shall remain in full force and effect until further order of the California Corporations  
20 Commissioner.

21 Dated: August 27, 2008  
22 Sacramento, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

24 By: \_\_\_\_\_  
25 ALAN S. WEINGER  
26 Acting Deputy Commissioner  
27 Enforcement Division  
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