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

TO: Ernie Oregel (aka Ernesto Marcial Oregel)
EDJ, LLC
2099 South State College Blvd.
Suite 250
Anaheim, CA 92806

DESIST AND REFRAIN ORDER
(For violations of section 25110, 25210 and 25401 of the Corporations Code)

The California Corporations Commissioner finds that:

1. At all relevant times, Ernie Oregel (aka Ernesto Marcial Oregel) was the owner and manager of EDJ, LLC, a Nevada limited liability company.
2. Beginning in or about April 2001, Ernie Oregel and EDJ, LLC, offered or sold securities in the State of California in the form of stock in EDJ, LLC.
3. Ernie Oregel and EDJ, LLC, offered or sold shares in EDJ, LLC, at \$1.00 per share to one investor for a total investment of \$45,800, and to another investor for a total investment of \$68,000.
4. The purported purpose of the offering was to raise money to invest in hedge funds to fund the retirement accounts of the investors.

1 5. These securities were offered or sold in this state in issuer transactions. The California
2 Department of Corporations has not issued a permit or other form of qualification authorizing any
3 person to offer and sell these securities in this state.

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5 6. Neither Ernie Oregel nor EDJ, LLC, had a valid broker-dealer certificate issued by the
6 California Department of Corporations or the U.S. Securities and Exchange Commission (SEC) at
7 any time since at least April 2000.

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9 7. In connection with these offers and sales, Ernie Oregel and EDJ, LLC, represented to the
10 investors that:

11 a. Ernie Oregel was a registered representative for a brokerage firm and was also a
12 financial consultant;

13 b. The investors' funds would remain liquid and would not be tied up in long term
14 investments;

15 c. The sum of \$21,200 of one investor's funds would be placed, pursuant to her specific
16 request, not into the hedge funds, but into a secured money market account;

17 d. The invested funds would be returned to the investors upon request.

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19 8. In connection with these offers and sales, Ernie Oregel and EDJ, LLC, failed to disclose to
20 investors that:

21 a. Ernie Oregel was not a registered representative for a brokerage firm and neither he
22 nor EDJ, LLC, was a licensed broker-dealer at any time since at least April 2000;

23 b. Ernie Oregel placed the investors' funds with a company called Golf Calcutta, a
24 company involved in internet gambling, and the funds were not liquid;

25 c. None of the investors' funds were placed into a money market account at any time;

26 d. Despite repeated requests to Ernie Oregel and EDJ, LLC, none of the investors' funds
27 have been returned to the investors.

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1 Based upon the foregoing findings, the California Corporations Commissioner is of the
2 opinion that the shares in EDJ, LLC, are securities subject to qualification under the California
3 Corporate Securities Law of 1968 and are being or have been offered or sold without being qualified
4 in violation of Corporations Code section 25110. Pursuant to section 25532 of the Corporate
5 Securities Law of 1968, Ernie Oregel and EDJ, LLC, are hereby ordered to desist and refrain from
6 the further offer or sale in the State of California of securities, including but not limited to shares in
7 EDJ, LLC, unless and until qualification has been made under the law.

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9 In addition, based upon the foregoing, the California Corporations Commissioner is of the
10 opinion that Ernie Oregel and EDJ, LLC, have effected transactions in securities as broker-dealers
11 without having first applied for and secured from the Commissioner a certificate authorizing these
12 persons to act in that capacity, in violation of section 25210 of the Corporate Securities Law of 1968.
13 Pursuant to section 25532 of the Corporate Securities Law of 1968, Ernie Oregel and EDJ, LLC, are
14 hereby ordered to desist and refrain from effecting any transaction in, or inducing or attempting to
15 induce the purchase or sale of, any security in this state, unless and until they have applied for and
16 secured from the Commissioner a certificate, then in effect, authorizing these persons to act in that
17 capacity.

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19 Based upon the foregoing, the California Corporations Commissioner is of the opinion that
20 the securities of Ernie Oregel and EDJ, LLC, were offered or sold in this state by means of written or
21 oral communications which included an untrue statement of a material fact or omitted to state a
22 material fact necessary in order to make the statements made, in the light of the circumstances under
23 which they were made, not misleading, in violation of section 25401 of the Corporate Securities Law
24 of 1968. Pursuant to section 25532 of the Corporate Securities Law of 1968, Ernie Oregel and EDJ,
25 LLC, are hereby ordered to desist and refrain from offering or selling or buying or offering to buy
26 any security in the State of California, including but not limited to shares in EDJ, LLC, by means of
27 any written or oral communication which includes an untrue statement of a material fact or omits to
28 state a material fact necessary in order to make the statements made, in the light of the circumstances

1 under which they were made, not misleading.

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3 This Order is necessary, in the public interest, for the protection of investors and consistent
4 with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

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6 Dated: December 14, 2004
7 Sacramento, California

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WILLIAM P. WOOD
California Corporations Commissioner

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By _____
VIRGINIA JO DUNLAP
Deputy Commissioner
Enforcement and Legal Services

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