

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

TO: Michael Terlaak, President and CEO  
Nanotechnology Holding Corporation  
1830 Lincoln Boulevard, Suite 102  
Santa Monica, CA 90404

Alexander von Steeruwitz, Director  
Nanotechnology Holding Corporation  
2100 Hermitage Avenue  
Silver Spring, MD 20902

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

The California Corporations Commissioner finds that:

1. At all relevant times, Michael Terlaak was President and CEO of Nanotechnology Holding Corporation, an unknown entity.
2. At all relevant times, Alexander von Streeruwitz was a Director of Nanotechnology Holding Corporation, an unknown entity.
3. Beginning in or about April 15, 2001, Michael Terlaak, Alexander von Streeruwitz and the Nanotechnology Holding Corporation offered or sold securities in the form of preferred stock of Nanotechnology, an unknown entity.
4. Through a posting on the Internet at [www.nanotechnologyholdings.com](http://www.nanotechnologyholdings.com), Michael Terlaak, Alexander von Streeruwitz and Nanotechnology Holding Corporation offered to sell or sold up to 2,500,000 shares at \$2.00 per share to raise a maximum of \$5 million. This website was available for viewing by California investors.
5. The purported purpose of the offering was to raise funds to advance the state of art of molecular technology.

- 1 6. These securities were offered and/or sold in California in issuer transactions. The Department  
2 of Corporations has not issued a permit or other form of qualification authorizing any person  
3 to offer and sell these securities in this state
- 4 7. Based upon the foregoing findings, the California Corporations Commissioner is of the  
5 opinion that the preferred stock of Nanotechnology Holding Corporation is a security subject  
6 to qualification under the California Corporate Securities Law of 1968 and is being or has  
7 been offered or sold without being qualified. Pursuant to Section 25532 of the Corporate  
8 Securities Law of 1968, Michael Terlaak, Alexander von Streeruwitz and Nanotechnology  
9 Holding Corporation are hereby ordered to desist and refrain from the further offer or sale in  
10 the State of California of securities in the form of preferred stock, unless and until  
11 qualification has been made under said law or unless exempt. The sale of such securities is  
12 subject to qualification under said law and such securities are being or have been offered for  
13 sale without first being so qualified. This Order is necessary, in the public interest, for the  
14 protection of investors and consistent with the purposes, policies, and provisions of the  
15 Corporate Securities Law of 1968.

16  
17 Dated: June 14, 2002  
18 Sacramento, California

19 **DEMETRIOS A. BOUTRIS**  
20 California Corporations Commissioner

21  
22 By:  
23 VIRGINIA JO DUNLAP  
24 Acting Supervising Counsel  
25 Enforcement and Legal Services Division  
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