

1 d. Maras and KWM misrepresented that the investors would receive back all of their
2 principal plus interest.

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

6 Based on the foregoing findings, the California Corporations Commissioner is of the
7 opinion that the promissory notes sold by KWM Investments and Nada Maras are securities subject
8 to qualification under the California Corporate Securities Law of 1968 (“CSL”) and are being or have
9 been offered or sold without being qualified or exempt, in violation of Section 25110 of the CSL.

10 Pursuant to Section 25532 of the CSL, KWM Investments and Nada Maras are hereby
11 ordered to desist and refrain from the further offer or sale in the State of California of securities,
12 including, but not limited to promissory notes, unless and until qualification has been made under
13 said law or unless exempt.

14 Further, the California Corporations Commissioner is of the opinion that the securities offered
15 by KWM Investments and Nada Maras were offered in this state by means of written or oral
16 communications that included untrue statements of material fact or omitted to state material facts
17 necessary in order to make the statements made, in the light of the circumstances under which they
18 were made, not misleading, in violation of section 25401 of the CSL.

19 Pursuant to Section 25532 of the CSL, KWM Investments and Nada Maras are hereby
20 ordered to desist and refrain from offering or selling any security in the State of California, including,
21 but not limited to promissory notes by means of any written or oral communication which includes an
22 untrue statement of a material fact or omits to state a material fact necessary in order to make the
23 statements made, in the light of the circumstances under which they were made, not misleading.

24 ///

25 ///

26 ///

27 ///

28

1 This Order is necessary, in the public interest, for the protection of investors and consistent
2 with the purposes, policies, and provisions of the CSL.

3 Dated: July 13, 2007

4 Los Angeles, California

5

6

PRESTON DUFAUCHARD
California Corporations Commissioner

7

8

9

By _____
ALAN S. WEINGER
Lead Corporations Counsel
Enforcement Division

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28