

1 PRESTON DuFAUCHARD  
California Corporations Commissioner  
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8 BEFORE THE DEPARTMENT OF CORPORATIONS  
9 OF THE STATE OF CALIFORNIA

10 In the Matter of the )  
California Corporations Commissioner, )  
11 ) CRD No. 5016241  
Complainant, ) CRD No. 136757  
12 )  
v. ) STATEMENT OF ISSUES  
13 )  
Neil Godbole and Trueblue Strategies, LLC, )  
14 )  
Respondents, )  
15 )  
For Order Barring From any Employment, )  
16 Management or Control of Any Broker-Dealer )  
17 or Investment Adviser. )  
18 )

19 The California Corporations Commissioner ("Commissioner") alleges, on information and  
20 belief, as follows:

21 **I**  
22 **INTRODUCTION AND JURISDICTION**

23 1. The Corporate Securities Law of 1968, set forth in Corporations Code section 25000  
24 et seq., and California Code of Regulations, title 10, section 260.000 et seq., contain provisions  
25 that govern persons who operate in the securities industry. To ensure the protection of the public,  
26 the Legislature mandates that persons dealing in securities follow explicit legal requirements.  
27 The Commissioner gives effect to these legislative mandates by promulgating comprehensive  
28 regulations and by enforcing the Corporate Securities Law.

**II**  
**FACTS**

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3       2. Respondent Neil Godbole (“Godbole”) is an individual who during relevant times resided  
4 at 733 Front Street #703 San Francisco, California 94111. Respondent Trueblue Strategies, LLC, a  
5 California limited liability company located at 20695 Rice Court, Saratoga, California 95070, is  
6 owned and managed by Godbole. Respondent Trueblue Strategies, LLC, was the investment adviser  
7 for Opulent Lite LP; a California limited partnership that operated as a hedge fund with  
8 approximately 70 investors whose funds of approximately \$30 million were managed by Godbole.  
9 Opulent Lite LP was co-located with Trueblue Strategies, LLC in Saratoga, California.

10       3. Godbole registered Trueblue Strategies, LLC as an investment adviser licensed with the  
11 Securities and Exchange Commission (SEC) and the California Department of Corporations (DOC).  
12 The Financial Industry Regulatory Authority (“FINRA”), previously the National Association of  
13 Securities Dealers (“NASD”) maintains the qualification, employment and disclosure histories of  
14 registered representatives and principals in its Central Registration Depository (“CRD”). FINRA  
15 assigned Godbole an identification number through its Central Registration Depository (“CRD”).<sup>1</sup>  
16 According to FINRA, Godbole’s CRD number is 5016241. Since 2005, Godbole was the managing  
17 member, financial and operations principal of Trueblue Strategies, LLC (CRD 136757).

18       4. The Department of Corporations regulates investment advisers and other persons who  
19 work in the securities industry.

20       5. On December 1, 2010, the SEC issued an “Order Instituting Administrative and Cease-and-  
21 Desist-Proceedings Pursuant to Section 203(f) and 203(k) of the Investment Advisers Act of 1940,  
22 Making Findings and Imposing Remedial Sanctions and Cease-and-Desist Order” (File number 3-  
23 14147) against Trueblue Strategies, LLC and Godbole for multiple securities violations including the  
24 following: fraudulent and misleading conduct and providing false information to hedge fund  
25 investors.

26 \_\_\_\_\_  
27 <sup>1</sup> The CRD is a centralized computer data bank that maintains information concerning the registration,  
28 qualification, employment and disciplinary histories of persons employed in the securities industry.  
These persons include registered representatives and broker-dealers such as Godbole and Trueblue  
Strategies, LLC, respectively.



1 9. Corporations Code section 25215 provides that:

2 No order may be entered under Section 25212, 25213, or 25213.3, or  
3 25252 except after notice to any person affected thereby (and, in the case  
4 of an agent, to his employer or prospective employer if known to the  
5 commissioner) of the intention of the commissioner to enter that order and  
6 of the reasons therefore and that upon receipt of a request the matter will  
7 be set down for hearing to commence within 15 business days after such  
8 receipt unless the person affected consents to a later date. If no hearing is  
9 requested within 30 days after the mailing of the notice and none is  
10 ordered by the commissioner, the order may be entered without a hearing  
11 to remain in effect until it is modified or vacated by the commissioner. In  
12 the case of an original application for a certificate, that hearing shall be set  
13 down to commence within 15 business days after receipt of a written  
14 request by the applicant made 30 days or more after the filing of the  
15 application, even though no notice by the commissioner has been given,  
16 unless the applicant consents to a later date. If a hearing is requested or  
17 ordered, it shall be held in accordance with the provisions of the  
18 Administrative Procedure Act, (Chapter 5 (commencing with Section  
19 11500) of Part 1 of Division 3 of Title 2 of the Government Code), and the  
20 commissioner shall have all of the powers granted thereunder.

21 10. The SEC's Order and findings of Respondents' violations of the Investment Company Act  
22 of 1940 are within the provisions of Corporations Code section 25212 subdivisions (d) and (e) and  
23 provide grounds to bar Respondents pursuant to Corporations Code sections 25212 and 25213,  
24 respectively.

25 **PRAYER**

26 **WHEREFORE**, based on the foregoing, the Commissioner finds it in the public interest and  
27 prays that Respondents be barred from the securities industry.

28 Dated: January 26, 2011  
San Francisco, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

By \_\_\_\_\_  
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Attorney for Complainant