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

**TO: IDC Panama, Inc.**  
**Robert M. Scharringhausen, President**  
**Alex Saenz, Managing Partner**  
10671 Roselle Street, Suite 101  
San Diego, CA 92121  
or  
3830 Valley Center Drive, #444  
San Diego, CA 92130  
or  
www.idcpanama.com

**The Saenz Group, LLC**  
**Alex Saenz, CEO**  
13553 Poway Road, Suite 185  
Poway, CA 92064

**DESIST AND REFRAIN ORDER**

**(For violations of sections 25110 and 25401 of the Corporations Code)**

The California Corporations Commissioner finds that:

1. IDC Panama, Inc. (hereinafter, "IDC Panama") is, and was at all relevant times herein, a California corporation located at 10671 Roselle Street, Suite 101, San Diego, California 92121. IDC Panama also has its business location at 3830 Valley Center Drive, #444, San Diego, California, 92130. IDC Panama also conducts its business on its website, www.idcpanama.com.
2. Robert M. "Buzz" Scharringhausen (hereinafter, "Scharringhausen") is, and was at all relevant times herein, the president of IDC Panama.
3. At all relevant times herein, Alex Saenz claims to be the managing partner of IDC Panama.
4. At all relevant times herein, The Saenz Group, LLC ("Saenz Group") is a business entity of unknown organization, purporting to be a limited liability company, doing business at its principal office located at 13553 Poway Road, Suite 185, Poway, California, 92064. The Saenz Group purports to be in the business of assisting companies in establishing and growing its potential.

1           5. At all relevant times herein, Alex Saenz claims to be the Chief Executive Officer of Saenz  
2 Group.

3           6. Beginning at least as early as 2008, IDC Panama, Scharringhausen, Alex Saenz and the  
4 Saenz Group offered securities in the form of notes.

5           7. The purported purpose of the offering was to invest in projects to build homes in Panama.  
6 IDC Panama's website claims that "Security is shares in the underlying Panamanian Corporation  
7 specifically formed to develop the specific lot or project". IDC Panama's investment packet claims  
8 to have an annual return from 50% to 66%, which included profit participation of 40% of the net cash  
9 out. IDC Panama's website further claims that some of its projects had gone full cycle with returns  
10 ranging from 68% to 172%.

11           8. The notes are securities pursuant to California Corporations Code section 25019.

12           9. These securities were offered in this state in issuer transactions. The Department of  
13 Corporations has not issued a permit or other form of qualification authorizing any person to offer  
14 these securities in this state.

15           10. In connection with the offers of securities, IDC Panama, Scharringhausen, Alex Saenz and  
16 the Saenz Group omitted to disclose that:

- 17           a. On March 3, 1986, the People of State of California permanently enjoined Robert M.  
18 Scharringhausen from failing to disclose, and failing to truthfully, clearly and  
19 conspicuously disclose at the time of any solicitation or offer with respect to transactions  
20 involving real property, the status of any actual or proposed zoning changes, laws,  
21 regulations, or other municipal ordinances.
- 22           b. On March 19, 1996, California Department of Corporations issued a Desist and Refrain  
23 Order to Robert "Buzz" Scharringhausen in connection with the offer or sale of securities  
24 in California.
- 25           c. On May 30, 1997, Robert M. Scharringhausen was convicted of three counts of  
26 bankruptcy fraud.
- 27           d. On June 27, 2003, CRPM, Inc. and Patrick Mummy filed a complaint against Saenz  
28 Group and Alex Saenz for breach of contract, fraud, negligent misrepresentation,

1 interference with prospective economic advantage, and misappropriation of trade secrets.  
2 The parties agreed to a binding arbitration. In December 2005, plaintiffs were awarded  
3 \$15,000.00 for breach of contract, misappropriation of trade secrets and fraud by negligent  
4 misrepresentation.

- 5 e. The 2008 opinion of the United States Tax Court sustaining the filing of a notice of  
6 federal tax lien (NFTL) by the IRS against Robert M. Scharringhausen for owing more  
7 than \$30,000.00 for the tax years 2001-2003.

8 Based upon the foregoing findings, the California Corporations Commissioner is of the  
9 opinion that the notes are securities subject to qualification under the California Corporate Securities  
10 Law of 1968 and are being or were offered without being qualified in violation of Corporations Code  
11 section 25110.

12 Pursuant to Section 25532 of the California Corporations Code, Robert M. "Buzz"  
13 Scharringhausen, Alex Saenz, IDC Panama, Inc., and The Saenz Group, LLC are hereby ordered to  
14 desist and refrain from the further offers of securities in the State of California, including, but not  
15 limited to notes, unless and until qualification has been made under said law or unless exempt.

16 Further, based upon the foregoing, the California Corporations Commissioner is of the  
17 opinion that the securities were offered in this state by means of oral and written communications  
18 which omitted to state material facts necessary in order to make the statements made, in the light of  
19 the circumstances under which they were made, not misleading, in violation of section 25401 of the  
20 Corporate Securities Law of 1968.

21 Pursuant to section 25532 of the Corporate Securities Law of 1968, Robert M. "Buzz"  
22 Scharringhausen, Alex Saenz, IDC Panama, Inc., and The Saenz Group, LLC are hereby ordered to  
23 desist and refrain from offering or selling or buying or offering to buy any securities in the State of  
24 California, including but not limited to, notes, by means of any written or oral communication which  
25 omits to state a material fact necessary in order to make the statements made, in the light of the  
26 circumstances under which they were made, not misleading.

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

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Dated: June 6, 2008  
Los Angeles, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

By \_\_\_\_\_  
ALAN S. WEINGER  
Lead Corporations Counsel  
Enforcement Division