

1 MARY ANN SMITH
Deputy Commissioner
2 SEAN ROONEY
Assistant Chief Counsel
3 AFSANEH EGHBALDARI (SBN 250107)
Corporations Counsel
4 DEPARTMENT OF BUSINESS OVERSIGHT
5 1350 Front Street, #2034
6 San Diego, California 92101
7 Telephone: (619) 645-3166 Fax: (619) 525-4045

8 Attorneys for Complainant

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10 BEFORE THE DEPARTMENT OF BUSINESS OVERSIGHT
11 OF THE STATE OF CALIFORNIA

11 In the Matter of THE COMMISSIONER OF)
12 BUSINESS OVERSIGHT OF THE STATE OF)
13 CALIFORNIA,)

CASE No.

14 Complainant,

) **ORDER FOR ANCILLARY RELIEF**
) **PURSUANT TO CORPORATIONS CODE**
) **SECTION 25254**

15 v.

16 C.M.A.C. INTERNATIONAL, INC., and)
17 CAMERON CINA, formerly known as SAM)
18 MALEKI,)

19 Respondents.)

20 To Cameron Cina, formerly known as Sam Maleki, and C.M.A.C. International, Inc.:

21 1. On June 17, 2013, the California Commissioner of Business Oversight, formerly the
22 Commissioner of Corporations (“Commissioner”), issued an order and filed a statement in support of
23 claim for ancillary relief, pursuant to Corporations Code sections 25532 and 25254, on Cameron
24 Cina, formerly known as Sam Maleki, and C.M.A.C International, Inc. for violating the California
25 Securities Law of 1968 (“CSL”).

26 2. At all relevant times, C.M.A.C. International, Inc. (“C.M.A.C.”) was a California
27 corporation.

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1 3. At all relevant times, C.M.A.C. had its place of business at 110 W. C Street, Suite
2 1300, San Diego, California 92101.

3 4. At all relevant times, Cameron Cina, formerly known as Sam Maleki, (“CINA”) was
4 the president of C.M.A.C.

5 5. C.M.A.C. and CINA are herein collectively referred to as “Respondents.”

6 6. Commencing in or about 2011, Respondents offered and sold securities in the form of
7 investment contracts or promissory notes. The purported purpose of the securities offering was to
8 raise money for Respondents to purchase and sell automobiles. CINA claimed to be in the business
9 of luxury automobile trading and could make money by purchasing and selling automobiles.

10 7. Investors were to receive interest payments of \$1,500 per month. Further, the unpaid
11 principal balance, any accrued interest and other charges were payable forty-five (45) days from the
12 date of a written demand for payment.

13 8. In connection with the offer and sale of these securities, Respondents, made, or
14 caused to be made, misrepresentations of material facts or omitted to state material facts necessary in
15 order to make the statements made, in the light of the circumstances under which they were made,
16 not misleading, in violation of Corporations Code section 25401. These omissions included the
17 following:

18 a. Investors were not told that their divested funds would be used for the purpose
19 of cultivating and operating a medical marijuana business. Subsequently, investors were told that
20 Respondents allegedly borrowed money to finance initial costs of marijuana cultivation supplies and
21 set up. In or about 2011, Federal authorities allegedly seized the marijuana and investor funds;

22 b. Investors were not told that CINA pled guilty to a felony offense of “Securing
23 Execution of Document by Deception” in Denton, Texas, and was sentenced to six months jail time
24 for the offense, in 2001. Pursuant to the Texas Penal Code, “Securing Execution of Document by
25 Deception” is an offense whereby a person, with intent to defraud, by deception causes another to
26 sign or execute a document affecting property or service or the pecuniary interest; and

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1 c. Investors were not told that: (1) CINA was charged with federal felony
2 offenses of mail fraud and bank theft; (2) CINA pled guilty to one count of felony mail fraud; (3) the
3 United States District Court for the Northern District of Texas sentenced CINA to eleven months in
4 federal prison, in January 2001; and (4) CINA was ordered to pay restitution in the amount
5 \$266,847.03.

6 9. Corporations Code section 25401 prohibits the offer or sale of securities in this state
7 by means of written or oral communications that include untrue statements of material facts or omit
8 material facts necessary in order to make the statements made, in the light of the circumstances
9 under which they were made, not misleading.

10 10. On June 19, 2013, the Commissioner served Respondents with copies of the
11 following documents: (1) Notice of Intention to Issue Order for Ancillary Relief Pursuant to
12 Corporations Section 25254; (2) Statement in Support of Claim for Ancillary Relief and Desist and
13 Refrain Order; (3) Statement to Respondents; (4) Notice of Defense; and (5) Government Code
14 sections 11507.5, 11507.6 and 11507.7.

15 11. Respondents, after appropriate notice and opportunity to be heard, have not requested
16 a hearing on this matter within 30 days after the service of the documents referenced in the
17 preceding paragraph, as required by California Corporations Code section 25532 and the
18 Administrative Procedure Act. The time period to request a hearing has expired.

19 12. California Corporations Code section 25254 authorizes the Commissioner to issue an
20 order for ancillary relief on behalf of any person injured by violations of any provision of the
21 Corporations Code and any rules promulgated thereunder.

22 13. Based on the foregoing findings of fact, Respondents offered and sold securities to
23 investors by means of omission of material facts, in violation of the CSL.

24 **WHEREFORE**, good cause showing, and pursuant to Corporations Code section 25254, the
25 Commissioner enters this final order for ancillary relief on behalf of any person injured by violations
26 of the Corporations Code section 25401, in the total amount of \$195,993.65, against Respondents,
27 jointly and severally due and payable 60 days from the date of this Order.

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The Commissioner finds that each of the above enumerated matters provide an independent basis, justifying the issuance of an Order for Ancillary Relief pursuant to Corporation Code section 25254, jointly and severally against Respondents.

NOW THEREFORE, GOOD CAUSE SHOWING, IT IS HEREBY ORDERED that Cameron Cina, formerly known as Sam Maleki, and C.M.A.C. International, Inc., jointly and severally, shall pay restitution in the amount of \$183,000.00, plus interest accumulated on the investment principal from the date of purchase. It is further ordered that Cameron Cina, formerly known as Sam Maleki, and C.M.A.C. International, Inc., jointly and severally, shall pay attorney’s fees, investigative expenses, and costs in the amount of \$12,993.65. The restitution and interest accumulated on the investment principal, and attorney’s fees, investigative expenses, and costs are due and payable 60 days from the date of this Order.

This order is effective immediately.

November 21, 2013

JAN LYNN OWEN
Commissioner of Business Oversight

By _____
MARY ANN SMITH
Deputy Commissioner