STATE OF CALIFORNIA

BUSINESS, TRANSPORTATION AND HOUSING AGENCY DEPARTMENT OF CORPORATIONS

TO: John Garcia, Managing Principal Angel Strategies, LLC 17602 17th Street, Suite 102 Tustin, CA 92780-7915

DESIST AND REFRAIN ORDER

(For violations of Corporations Code Section 25401)

The California Corporations Commissioner finds that:

- 1. At all relevant times, John Garcia ("Garcia") was the Managing Principal of Angel Strategies, LLC ("Angel Strategies"), a California limited liability company with an address at 17602 17th Street, Suite 102, Tustin, California 92780-7915.
- 2. At all relevant times, Angel Strategies, a California limited liability company, conducted business at 17602 17th Street, Suite 102, Tustin, California 92780-7915.
- 3. Beginning in or around 2000, Garcia and Angel Strategies offered or sold securities in the form of shares of Angel Strategies stock through face-to-face meetings with individual investors.
- 4. The purported purpose of the offering of these securities was to raise funds to find investment opportunities and evaluate early-stage companies on behalf of its network of investors, investment banks, and venture capital firms.
- 5. In connection with the sale of these securities, Garcia misrepresented that there were two hundred (200) investors in Angel Strategies, each of whom had invested over one million dollars (\$1,000,000.00); when, in fact, Angel Strategies had only thirty-nine (39) investors, each of whom had invested much less than the one million dollars (\$1,000,000.00) Garcia had claimed.

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Based upon the foregoing, the California Corporations Commissioner is of the opinion that
the securities of Angel Strategies were offered or sold in this state by means of written or oral
communications which included an untrue statement of a material fact or omitted to state a material
fact necessary in order to make the statements made, in light of the circumstances under which they
were made, not misleading, in violation of Section 25401 of the Corporate Securities Law of 1968.
Pursuant to Section 25532 of the Corporate Securities Law of 1968, Angel Strategies, LLC, and John
Garcia are hereby ordered to desist and refrain from offering or selling, or buying or offering to buy,
any security in the State of California, including but not limited to shares of Angel Strategies, LLC
stock, by means of any written or oral communication which includes an untrue statement of a
material fact, or omits to state a material fact necessary in order to make the statements made, in the
light of the circumstances under which they were made, not misleading.
This Order is necessary, in the public interest, for the protection of investors and consistent
with the purposes, policies, and provisions of the Corporate Securities Law of 1968.
Dated: September 17, 2009 Los Angeles, California

PRESTON DuFAUCHARD California Corporations Commissioner

By_ ALAN S. WEINGER **Deputy Commissioner** Enforcement Division