

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

**TO: Terry A. Green, President, CEO, CFO and Secretary
Richard S. Kordos, Director of Casting
Wade W. Danielson, Producer
Ben Gonzales, Associate Producer
Robert Bundy, Director of Development
Strata Productions, Inc., Managing Member
Rebel LLC
1123 Emerson Street, Suite 203
Evanston, Illinois 60201**

DESIST AND REFRAIN ORDER

The California Corporations Commissioner finds that:

- 1. At all relevant times: Terry A. Green, President, CEO, CFO and Secretary; Richard S. Kordos, Director of Casting; Wade W. Danielson, Producer; Ben Gonzales, Associate Producer; and Robert Bundy, Director of Development; were, and continue to be principals, officers, directors and/or employees of “Strata Productions, Inc.” which is the managing member of “Rebel LLC”. Both business entities are of unknown origin and both are located at 1123 Emerson Street, Suite 203, Evanston, Illinois 60201.**
- 2. Beginning in or about January of 2001, Green, Kordos, Danielson, Gonzales and Bundy were directly or indirectly involved with soliciting investment opportunities in the form of shares of limited liability interests in Rebel LLC, Inc. through unsolicited (“cold-call”) telephone calls to California residents.**
- 3. Green, Kordos, Danielson, Gonzales and Bundy were each involved in the advertisement, solicitation and distribution of offering materials for investments in Rebel LLC.**
- 4. Strata Productions, Inc. primary function is to act as the managing member of Rebel, LLC. Rebel LLC’s primary function is to market and distribute a full-length motion picture entitled, “Almost Salinas”. The money contributed by investors through the sale of shares of limited liability interests in Rebel LLC, was going to be used to accomplish the marketing and distribution of this film.**
- 5. These shares of limited liability interests in Rebel LLC are securities under California law. These securities were offered and sold in California in issuer transactions. The Department of Corporations has not issued a permit or other form of qualification authorizing any person to offer and sell these securities in this State.**
- 6. The offer and sale of shares of limited liability interests in Rebel LLC to California residents, having been offered and sold through unsolicited telephone “cold calls” are not subject to any exemption from qualification. The sale of such securities are subject to**

qualification under said law and such securities are being or have been offered for sale without first being so qualified.

Based upon the foregoing findings, the California Corporations Commissioner is of the opinion that the shares of limited liability interests offered and sold by Green, Kordos, Danielson, Gonzales, Bundy, Strata Productions, Inc. in Rebel LLC are securities subject to qualification under the California Corporate Securities Law of 1968 and are being or have been offered or sold without being qualified, in violation of Section 25110 of the Corporate Securities Law of 1968.

Pursuant to Section 25532 of the Corporate Securities Law of 1968, Terry A. Green, Richard S. Kordos, Wade W. Danielson, Ben Gonzales, Robert Bundy, Strata Productions, Inc. and Rebel LLC are hereby ordered to desist and refrain from the further offer or sale in the State of California of securities, in the form of shares of limited liability interests in Rebel LLC, unless and until qualification has been made under said law or unless exempt. 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: March 18, 2002
Los Angeles, California**

**DEMETRIOS A. BOUTRIS
California Corporations Commissioner**

**By _____
ALAN S. WEINGER
Supervising Counsel
Enforcement and Legal Services Division**