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

**TO: Eduardo Arguello**  
**Ezra Levine**  
**David Kaufman**  
**Global Asset Management, Inc.**  
**U.S. Metals Group**  
**www.usmetalsgroup.com**

6320 Canoga Ave, 15<sup>th</sup> Flr.  
Woodland Hills, CA 91367

10541 Chandler Ave.  
North Hollywood, CA 91601

2425 Hollywood Blvd., Suite 100  
Hollywood, FL. 33020

**DESIST AND REFRAIN ORDER**

**(For violations of sections 29520 and 29536 of the Corporations Code)**

The California Corporations Commissioner finds that:

1. At all relevant times, U.S. Metals Group (“US METALS”) is a California corporation with a principal place of business located at 6320 Canoga Avenue, 15<sup>th</sup> Floor, Woodland Hills, California, 91367. US METALS does business in California and throughout the United States by way of the internet at www.usmetalsgroup.com.

2. At all relevant times, Global Asset Management, Inc. (“GLOBAL”) is a corporation with a principal place of business located at 2425 Hollywood Boulevard, Suite 100, Hollywood, Florida, 33020, doing business in California purportedly as a precious metals broker.

3. At all relevant times, Eduardo Arguello (“ARGUELLO”), Ezra Levine, (“LEVINE”) and David Kaufman (“KAUFMAN”), (collectively, “REPRESENTATIVES”) are representatives of US METALS. Specifically, ARGUELLO does represent to others that he is the “president” of US METALS.

1           4.       Beginning in at least 2008, and continuing thereafter, US METALS, GLOBAL and  
2 REPRESENTATIVES, through its Internet site [www.usmetalsgroup.com](http://www.usmetalsgroup.com) or otherwise, sold or  
3 purchased, or offered to sell or purchase commodities under commodities contracts, or offered to  
4 enter into, or entered into, as sellers or purchasers any commodity contracts in the state of California.

5           5.       The commodity contracts US METALS, GOLBAL and REPRESENTATIVES  
6 offered and sold, or offered to enter into or entered into as sellers or purchasers on behalf of  
7 investors, were primarily for speculative, profit, or investment purposes, in that, the contracts were  
8 purchased, sold, and entered into based on interests in metals or quoted price changes and  
9 fluctuations in particular metals, rather than as a means of acquiring the physical commodities.

10          6.       The interests purchased or sold, or offered to be purchased or sold under commodity  
11 contracts were commodities within the meaning of section 29504 of the California Commodity Law  
12 of 1990.

13          7.       Beginning in or about 2008, US METALS, GLOBAL, and REPRESENTATIVES  
14 misrepresented to investors that investors would receive their full principle in return upon request at  
15 any time and a profitable return on their commodities contract investment; and each investor would  
16 receive income checks as profit from their investment.

17          8.       Beginning in or about 2009, US METALS, GLOBAL, and REPRESENTATIVES  
18 failed to disclose to investors that US METALS and GLOBAL were the subject of litigation filed in  
19 the United States Federal Northern District Court, Ohio, involving securities fraud and the breach of  
20 investment contracts.

21               Based upon the foregoing findings, the California Corporations Commissioner is of the  
22 opinion that U.S. Metals Group, Global Asset Management, Inc., [www.usmetalsgroup.com](http://www.usmetalsgroup.com)., Eduardo  
23 Arguello, Ezra Levine, and David Kaufman purchased, or offered to sell or purchase commodities  
24 under commodities contracts, or offered to enter into, or entered into, as sellers or purchasers any  
25 commodity contracts.

26               Pursuant to Section 29542 of the California Commodity Law of 1990, U.S. Metals Group,  
27 Global Asset Management, Inc., [www.usmetalsgroup.com](http://www.usmetalsgroup.com)., Eduardo Arguello, Ezra Levine, and  
28 David Kaufman are hereby ordered to desist and refrain from the further offer or sale of commodities

1 or commodity contracts, including but not limited to precious metals contracts, in the state of  
2 California, unless and until such activity is not in violation of Corporations Code section 29520 of  
3 said law.

4 Further, the California Corporations Commissioner is of the opinion that the commodities in  
5 the form of precious metals contracts were offered or sold in this State by means of a written or oral  
6 communication which included an untrue statement of material fact or omitted to state a material fact  
7 necessary to make the statement made, in the light of the circumstances under which they were made,  
8 not misleading, in violation of section 29536 of the Corporate Securities Law of 1968.

9 Pursuant to section 29542 of the Corporate Securities Law of 1968, U.S. Metals Group,  
10 Global Asset Management, Inc., www.usmetalsgroup.com., Eduardo Arguello, Ezra Levine, and  
11 David Kaufman are hereby ordered to desist and refrain from offering or selling or buying or offering  
12 to buy any commodity or commodity contracts in the State of California, including but not limited to  
13 precious metals contracts, by means of any written or oral communication which includes an untrue  
14 statement of material fact or omits to state a material fact necessary in order to make the statements  
15 made, in the light of circumstances under which they were made, not misleading.

16 This Order is necessary, in the public interest, for the protection of investors and consistent  
17 with the purposes, policies, and provisions of the California Commodity Law of 1990.

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19 Dated: November 10, 2010  
20 Sacramento, California

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PRESTON DUFAUCHARD  
California Corporations Commissioner

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By \_\_\_\_\_  
ALAN S. WEINGER  
Deputy Commissioner

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