ORDER TO CEASE AND DESIST
VIOLATIONS OF NRS 604A AND NAC 604A AND UNLICENSED ACTIVITY; APPEAL RIGHTS

ORDER TO CEASE AND DESIST
VIOLATIONS OF NRS 604A AND NAC 604A ACTIVITIES

The State of Nevada, Department of Business and Industry, Financial Institutions Division (hereinafter “Division”) hereby orders MHD Nevada Holdings, LLC dba: Fast Cash Title Loans (hereafter “Respondent”) to cease and desist from any and all activities that are in violation of Chapter 604A of the Nevada Revised Statutes (“NRS”) and the Nevada Administrative Code (“NAC”).

JURISDICTION

1. Deferred deposit loan services, high interest loan services, title loan services and check cashing services in the State of Nevada are governed by NRS Chapter 604A and NAC Chapter 604A. The Division has primary jurisdiction for the licensing and regulation of persons operating and/or engaging in deferred deposit loan service, high interest loan service, title loan service and check cashing service activities or persons seeking to evade the application of NRS Chapter 604A. See generally NRS 604A.020-.030, 604A.050-.060, 604A.080, 604A.095-.110, 604A.200, 604A.300, 604A.400, 604A.600 and 604A.710.

2. The Division also has primary jurisdiction for the licensing and regulation of persons engaging in the business of lending in the State of Nevada where such lending is
not governed by NRS Chapter 604A. See NRS 675.060. Under NRS 675.060, a person is
engaged in the business of lending in this state under NRS Chapters 604A and 675 if he (a)
solicits loans in this State or makes loans to persons in this State, unless these are isolated,
incidental or occasional transactions; or (b) is located in this State and solicits loans outside
of this State or makes loans to persons located outside of this State, unless these are
isolated, incidental or occasional transactions.

3. Pursuant to the authority vested by NRS Chapters 604A and 675, the Division
hereby makes the following Findings of Fact, Conclusions of Law, and Order.

FINDINGS OF FACT

4. Respondent is registered under the laws of the State of Nevada, and its resident
agent is Southwest Business Advisors, Inc., located at 5858 S. Pecos Road, Building I, Suite
600, Las Vegas, Nevada 89120.

5. Respondent operates the business of lending at the following location: 5645 S.
Eastern Avenue, Suite 4, Las Vegas, Nevada 89119.

6. Respondent is a Nevada corporation with its address located in the State of
Nevada, and is therefore doing business in the State of Nevada.

7. On January 19, 2017, an examination was conducted upon the Respondent's
business location.

8. Violations of NRS Chapter 604A and NAC Chapter 604A were discovered
during the examination.

9. If any finding of fact is more properly characterized as a conclusion of law, it
shall be construed as such.

CONCLUSIONS OF LAW

10. The violations discovered during the examination conducted on January 19,
2017, include, but are not limited to, the following:

a. NRS 604A.440 as a repeat violation for underwriting loans with agreement
titled "Installment Loans and Security Agreement." The Respondent offers single
payment 30 day title loans, not installment loans, therefore, the agreement is wrongly advertised, and it is misleading to the public;

b. NRS 604A.410 as a repeat violation for failing to disclose the right of the customer to rescind the loan. In addition, the loan agreement does not include a disclosure regarding the opportunity to enter into a repayment plan if the customer defaults on the loan;

c. NRS 604A.075, NRS 604A.635, NRS 604A.740, NRS 658.098, NAC 604A.060, NAC 604A.070 and NAC 604A.100 for not paying all statutorily required fees on time to renew the license.

d. NRS 604A.450, NRS 604A.700, and NAC 604A.200 for not maintaining accurate books and records. Several customer files were discovered to have a discrepancy in the original loan date and the fair market value date. It was further discovered that the Respondent does not take into consideration the customer’s ability to repay the title loan;

e. NRS 604A.645 for failing to inform the Division of a change of control and transferring loan contracts to a different licensee.

11. NRS 604A.400 provides:

1. A person, including, without limitation, a person licensed to Chapter 675 of NRS, shall not operate a check-cashing service, deferred deposit loan service, high interest loan service or title loan service unless the person is licensed with the Commissioner pursuant to the provisions of this Chapter.

2. A person must have a license regardless of the location or method that the person uses to operate such a service, including, without limitation, at a kiosk, through the Internet, through any telephone, facsimile machine or other telecommunication device or through any other machine, network, system, device or means, except that the person shall not operate such a service through any automated loan machine in violation of the provisions of subsection 3.

3. A person shall not operate a deferred deposit loan service or high interest loan service through any automated loan machine, and the Commissioner shall not issue a license that authorizes the licensee to conduct business through any automated loan machine.
4. Any person, and any member, officer, director, agent or employee thereof, who violates or participates in the violation of any provision of this section is guilty of a misdemeanor.

12. The procedure for taking disciplinary action is as follows:

NRS 604A.820 Procedure for taking disciplinary action; authorized disciplinary action; grounds.

1. If the Commissioner has reason to believe that grounds for revocation or suspension of a license exist, he shall give 20 days’ written notice to the licensee stating the contemplated action and, in general, the grounds therefore and set a date for a hearing.

2. At the conclusion of a hearing, the Commissioner shall:
   (a) Enter a written order dismissing the charges, revoking the license or suspending the license for a period of not more than 60 days, which period must include any prior temporary suspension. The Commissioner shall send a copy of the order to the licensee by registered or certified mail.
   (b) Impose upon the licensee an administrative fine of not more than $10,000 for each violation by the licensee of any provision of this chapter or any regulation adopted pursuant thereto.
   (c) If a fine is imposed pursuant to this section, enter such order as is necessary to recover the costs of the proceeding, including his investigative costs and attorney’s fees.

3. The grounds for revocation or suspension of a license are that:
   (a) The licensee has failed to pay the annual license fee;
   (b) The licensee, either knowingly or without any exercise of due care to prevent it, has violated any provision of this chapter or any lawful regulation adopted pursuant thereto;
   (c) The licensee has failed to pay a tax as required pursuant to the provisions of chapter 363A of NRS;
   (d) Any fact or condition exists which would have justified the Commissioner in denying the licensee's original application for a license pursuant to the provisions of this chapter; or
   (e) The licensee:
      (1) Failed to open an office for the conduct of the business authorized by his license within 180 days after the date his license was issued; or
      (2) Has failed to remain open for the conduct of the business for a period of 180 days without good cause therefore.

4. Any revocation or suspension applies only to the license granted to a person for the particular office for which grounds for revocation or suspension exist.

5. An order suspending or revoking a license becomes effective 5 days after being entered unless the order specifies otherwise or a stay is granted.
13. As stated above, Respondent has engaged in five (5) violations of NRS Chapter 604A and NAC Chapter 604A.

14. The procedure for discipline of a licensee is established in NRS Chapter 604A.

15. Respondent has engaged in unlicensed activity either under NRS Chapter 604A or under NRS Chapter 675.

16. Respondent possessed the required license for its main location at 5645 S. Eastern Avenue, Suite 4, Las Vegas, Nevada 89119 from January 25, 2011, until January 24, 2017. However, the Respondent failed to timely pay the fees to renew the license that expired on January 24, 2017, and said mandatory fees were not paid until March 20, 2017. Prior to paying the fees, the Respondent was informed by the Division by both verbal and written communications that the license had expired, and the outstanding fees would need to be paid before the license could be renewed. Accordingly, any lending activity that occurred from January 25, 2017 until March 20, 2017, was unlicensed, and the unlicensed activity was willful pursuant to NRS 604A.900.

17. NRS Chapter 604A states the following remedies for willful violations of the Chapter:

NRS 604A.900 Remedies for certain willful violations.
1. Except as otherwise provided in this section, if a licensee willfully:
   (a) Enters into a loan agreement for an amount of interest or any other charge or fee that violates the provisions of this Chapter or any regulation adopted pursuant thereto;
   (b) Demands, collects or receives an amount of interest or any other charge or fee that violates the provisions of this Chapter or any regulation adopted pursuant thereto; or
   (c) Commits any other act or omission that violates the provisions of this Chapter or any regulation adopted pursuant thereto,
   (d) the loan is void and the licensee is not entitled to collect, receive or retain any principal, interest or other charges or fees with respect to the loan.
2. The provisions of this section do not apply if:
   (a) A licensee shows by a preponderance of the evidence that the violation was not intentional and resulted from a bona fide error of computation, notwithstanding the maintenance of procedures reasonably adapted to avoid that error; and
(b) Within 60 days after discovering the error, the licensee notifies the customer of the error and makes whatever adjustments in the account are necessary to correct the error.

18. NRS Chapter 604A states the following remedies for conducting lending activity without a license:

NRS 604A.910 Administrative fines for unlicensed activity
In addition to any other remedy or penalty, the Commissioner may impose an administrative fine of not more than $50,000 upon a person who, without a license, conducts any business or activity for which a license is required pursuant to the provisions of this Chapter.

NRS 604A.920 Other remedies for unlicensed activity. If a person operates a check-cashing service, deferred deposit loan service, high-interest loan service or title loan service without obtaining a license pursuant to this chapter:
1. Any contracts entered into by that person for the cashing of a check or for a deferred deposit loan, high-interest loan or title loan are voidable by the other party to the contract; and
2. In addition to any other remedy or penalty, the other party to the contract may bring a civil action against the person pursuant to NRS 604A.930.

NRS 604A.930 Civil action.
1. Subject to the affirmative defense set forth in subsection 3, in addition to any other remedy or penalty, if a person violates any provision of NRS 604A.400, 604A.410 to 604A.500, inclusive, 604A.610, 604A.615, 604A.650 or 604A.655 or any regulation adopted pursuant thereto, the customer may bring a civil action against the person for:
   (a) Actual and consequential damages;
   (b) Punitive damages, which are subject to the provisions of NRS 42.005;
   (c) Reasonable attorney’s fees and costs; and
   (d) Any other legal or equitable relief that the court deems appropriate.
2. Subject to the affirmative defense set forth in subsection 3, in addition to any other remedy or penalty, the customer may bring a civil action against a person pursuant to subsection 1 to recover an additional amount, as statutory damages, which is equal to $1,000 for each violation if the person knowingly:
   (a) Operates a check-cashing service, deferred deposit loan service, high-interest loan service or title loan service without a license, in violation of NRS 604A.400;
   (b) Fails to include in a loan agreement a disclosure of the right of the customer to rescind the loan, in violation of NRS 604A.410;
   (c) Violates any provision of NRS 604A.420;
(d) Accepts collateral or security for a deferred deposit loan, in violation of NRS 604A.435, except that a check or written authorization for an electronic transfer of money shall not be deemed to be collateral or security for a deferred deposit loan;
(e) Uses or threatens to use the criminal process in this State or any other state to collect on a loan made to the customer, in violation of NRS 604A.440;
(f) Includes in any written agreement a promise by the customer to hold the person harmless, a confession of judgment by the customer or an assignment or order for the payment of wages or other compensation due the customer, in violation of NRS 604A.440;
(g) Violates any provision of NRS 604A.485;
(h) Violates any provision of NRS 604A.490; or
(i) Violates any provision of NRS 604A.442.
3. A person may not be held liable in any civil action brought pursuant to this section if the person proves, by a preponderance of evidence, that the violation:
(a) Was not intentional;
(b) Was technical in nature; and
(c) Resulted from a bona fide error, notwithstanding the maintenance of procedures reasonably adapted to avoid any such error.
4. For the purposes of subsection 3, a bona fide error includes, without limitation, clerical errors, calculation errors, computer malfunction and programming errors and printing errors, except that an error of legal judgment with respect to the person’s obligations under this chapter is not a bona fide error.

19. Further, the Division has the statutory authority to order that Respondent cease and desist from any and all activity in violation of NRS Chapter 604A.

NRS 604A.810 Order to desist and refrain; action to enjoin violation; appointment of receiver.
1. Whenever the Commissioner has reasonable cause to believe that any person is violating or is threatening to or intends to violate any provision of this Chapter, he may, in addition to all actions provided for in this Chapter and without prejudice thereto, enter an order requiring the person to desist or to refrain from such violation.
2. The Attorney General or the Commissioner may bring an action to enjoin a person from engaging in or continuing a violation or from doing any act or acts in furtherance thereof. In any such action, an order or judgment may be entered awarding a preliminary or final injunction as may be deemed proper.
3. In addition to all other means provided by law for the enforcement of a restraining order or injunction, the court in which an action is brought may impound, and appoint a receiver for, the
property and business of the defendant, including books, papers, 
documents and records pertaining thereto, or so much thereof as 
the court may deem reasonably necessary to prevent violations of 
this Chapter through or by means of the use of property and 
business. A receiver, when appointed and qualified, has such 
powers and duties as to custody, collection, administration, 
wind up and liquidation of such property and business as may 
from time to time be conferred upon him by the court.

20. The Commissioner has reasonable cause to believe that Respondent is or was 
violating, or is or was threatening to, or intends or intended to violate provisions of NRS 
Chapter 604A and NAC Chapter 604A.

21. The Commissioner believes that the actions by Respondent are or were willful 
and intentional.

22. As all contracts were done in intentional violation of the law, all contracts 
entered into by Respondent after the license expiration date of January 24, 2017, until the 
license was renewed on March 20, 2017, are void, and Respondent “is not entitled to collect, 
receive or retain any principal, interest or other charges or fees” from those contracts 
pursuant to NRS 604A.900.

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ORDER

IT IS HEREBY ORDERED that Respondent shall CEASE AND DESIST from operating
and/or engaging in deferred deposit loan service, high interest loan service, title loans or other
lending activity in violation of NRS Chapters 604A and NAC Chapter 604A at the unlicensed
location at 5645 S. Eastern Avenue, Suite 4, Las Vegas, Nevada 89119 until the license is
renewed and active.

IT IS FURTHER ORDERED that Respondent shall immediately CEASE AND DESIST
any and all additional violations of NRS Chapter 604A and NAC Chapter 604A, and
Respondent shall immediately rectify any and all violations of NRS Chapter 604A and NAC
604A specifically stated herein.

IT IS FURTHER ORDERED that the Respondent:

a. Void all new loan contracts made by Respondent from January 25, 2017, until March
20, 2017, and immediately remit to each and every customer all principal, interest and
charges received from any contracts during this period, immediately remove liens and return
all vehicle titles received as collateral for new title loans issued during this period, and cease
and desist from any and all collection efforts based upon any contracts issued during this
period;

b. Pay an administrative fine in the amount of $50,000.00, which is due and owing
thirty (30) days from the date of this Order. The Respondent has the right to request a hearing
within thirty (30) days of the date of receipt of the order. If a hearing is requested, the
payment of any administrative fine must be made pursuant to any order by the designated
Administrative Law Judge ("ALJ"). The Respondent shall pay the costs of the proceeding,
including investigative costs and attorney’s fees pursuant to NRS 604A.820(2); and

c. Respondent shall also comply with any additional disciplinary measures the ALJ may
deem necessary, should the matter proceed to a hearing.
DATED this 10\textsuperscript{4} day of May, 2017.

STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
FINANCIAL INSTITUTIONS DIVISION

By: 
MARY YOUNG
Acting Deputy Commissioner
APPEAL RIGHTS

RESPONDENT HAS THE RIGHT TO REQUEST A HEARING IN THIS MATTER. If you wish to request a hearing you must file a request within thirty (30) days after this Order to Cease and Desist was served on the Respondent.

Your request for a hearing must be delivered to:

FINANCIAL INSTITUTIONS DIVISION
DEPARTMENT OF BUSINESS AND INDUSTRY
3300 W. Sahara Avenue, Suite 250
Las Vegas, Nevada 89102

Other important rights you have are listed in Nevada Revised Statutes Chapters 675 and 604A and 233B and the Nevada Administrative Code Chapter 604A.

DATED this __ day of May, 2017.

STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
FINANCIAL INSTITUTIONS DIVISION

By: MARY YOUNG
Acting Deputy Commissioner
CERTIFICATE OF SERVICE

I certify that I am an employee of the State of Nevada, Department of Business and Industry, Financial Institutions Division, and that on May 10, 2017, I deposited in the U.S. mail, postage prepaid, via First Class Mail and Certified Return Receipt Requested, a true and correct copy of the foregoing ORDER TO CEASE AND DESIST VIOLATIONS OF NRS CHAPTER 604A and NAC 604A and UNLICENSED ACTIVITIES, addressed as follows:

MHD Nevada Holdings, LLC
Db: Fast Cash Title Loans
Attention: Michael DiChario and/or Jayson Black
5645 S. Eastern Avenue, Suite 4
Las Vegas, NV 89119

7022 1010 0000 1168 6949

MHD Nevada Holdings, LLC
C/O: Southwest Business Advisors, Inc.
5858 S. Pecos Road, Building I, Suite 600
Las Vegas, Nevada 89120

7022 1010 0000 1168 6956

DATED this 10th day of May, 2017

By: Anna Embrador