

1
2
3
4
5
6
7
8

**STATE OF WASHINGTON
DEPARTMENT OF FINANCIAL INSTITUTIONS
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING
whether there has been a violation
of the Franchise Investment Protection Act of
Washington by:

FENCO USA, INC.;
UI SUP LEE,

Respondents.

Order Number S-07-008-07-CO01

CONSENT ORDER

9
10
11
12
13
14
15
16
17
18
19

INTRODUCTION

On April 11, 2007, the Securities Administrator of the State of Washington entered a Statement of Charges and Notice of Intent to Enter Order to Cease and Desist, Order Number S-07-008-07-SC01, hereinafter referred to as "Statement of Charges," against Respondents Fenco USA, Inc. and Ui Sup Lee.

Pursuant to the Franchise Investment Protection Act of Washington, RCW 19.100, the Securities Division of the Department of Financial Institution and Respondents, Fenco USA, Inc. and Ui Sup Lee, do hereby enter into this Consent Order in settlement of the above-captioned matter.

The Securities Division made certain allegations and conclusions in the Statement of Charges, set forth under the headings "Tentative Findings of Fact" and "Conclusions of Law." Respondents neither admit nor deny the Findings of Fact and Conclusions of Law as set forth in the Statement of Charges, which are hereby incorporated by reference into this Consent Order.

20 //

21 //

22 //

23 CONSENT ORDER

1

24
25

**DEPARTMENT OF FINANCIAL INSTITUTIONS
Securities Division
PO Box 9033
Olympia, WA 98507-9033
360-902-8760**

1 **CONSENT ORDER**

2 Based upon the foregoing and finding it in the public interest:

3 IT IS AGREED AND ORDERED that Respondents, Fenco USA, Inc. and Ui Sup Lee, and their
4 agents and employees, each shall cease and desist from offering or selling franchises in violation of
5 RCW 19.100.020, the registration section of the Franchise Investment Protection Act of the State of
6 Washington.

7 IT IS FURTHER AGREED AND ORDERED that Respondents, Fenco USA, Inc. and Ui Sup Lee,
8 and their agents and employees, each shall cease and desist from violating RCW 19.100.170, the anti-
9 fraud section of the Franchise Investment Protection Act of the State of Washington.

10 IT IS FURTHER AGREED AND ORDERED that Respondents Fenco USA, Inc. and Ui Sup Lee
11 shall disclose the existence and contents of this Order in any Uniform Franchise Offering Circular
12 approved for use in the State of Washington, such requirement commencing from the date of entry of this
13 Order.

14 IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order.

15 IT IS FURTHER AGREED that in consideration of the foregoing, Respondents Fenco USA, Inc.
16 and Ui Sup Lee waive their rights to a hearing in this matter and judicial review of this matter pursuant to
17 Chapter 34.05 RCW.

18 SIGNED this 21st day of April, 2008.

19 Approved for Entry by:

20 _____
21 /s/ Jong Won Yi, Attorney for Respondents

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

Signed by:
Fenco USA, Inc.

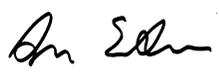
By /s/ _____
Ui Sup Lee, President

Signed by:
/s/ _____
Ui Sup Lee, individually

SIGNED and ENTERED this 23rd day of April, 2008.



MICHAEL E. STEVENSON
Securities Administrator

Approved by:


SUZANNE SARASON
Chief of Compliance & Examinations

Presented by:


JILL M. VALLELY
Enforcement Attorney