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

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Order No. S-23-3606-23-SC01

STATEMENT OF CHARGES AND NOTICE OF INTENT TO ENTER ORDER TO CEASE AND DESIST

THE STATE OF WASHINGTON TO:

Eric Tano Tataw, a.k.a. Eric Tataw Tano,

IN THE MATTER OF DETERMINING

Whether there has been a violation of the

Dimmples, Inc. d.b.a. Dimmples Car Rentals;

Respondents.

Franchise Investment Protection Act of

Washington by:

Dimmples, Inc. d.b.a. Dimmples Car Rentals and Eric Tano Tataw, a.k.a. Eric Tataw Tano

Please take notice that the Securities Administrator for the state of Washington has reason to believe that Respondents Dimmples, Inc. d.b.a. Dimmples Car Rental and Eric Tano Tataw, a.k.a. Eric Tataw Tano, have violated the Franchise Investment Protection Act of Washington ("the Franchise Act"), RCW 19.100, and that their violations justify the entry of an order of the Securities Administrator under RCW 19.100.248 to cease and desist from such violations. The Securities Administrator finds as follows:

TENTATIVE FINDINGS OF FACT

Respondents

- Dimmples, Inc. ("Dimmples") d.b.a. Dimmples Rent A Car is a Maryland corporation formed 1. on January 27, 2021, whose principal place of business is in Hyattville, Maryland. Dimmples is in the business of operating rental car businesses and offering franchises for the operation of Dimmples Car Rentals locations.
- 2. Eric Tano Tataw ("Tataw"), a Maryland resident, is the founder and Chief Executive Officer of Dimmples and National Telegraph, a media company.

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Nature of Conduct

- 3. On August 2, 2021, Tataw and Dimmples posted on the National Telegraph Facebook page a video with the caption that stated "CEO of Dimmples, Eric Tataw Holds First Meeting With Some Dimmples Car Rentals Franchise Holders."
- 4. On August 23, 2021, Tataw and Dimmples posted on the Dimmples Facebook page a video with the caption that stated "Our Newest Franchise Holder."

Washington Franchise Offer

- 5. In late 2022, a Washington resident ("Resident") contacted Eric Tataw regarding the opportunity to become a Dimmples Car Rentals licensee.
- 6. Over the course of several months, Tataw told the Resident that, for \$30,000, Dimmples would provide him with the opportunity to operate a Dimmples Car Rentals location in Washington and that they would provide him access to the Dimmples' systems. Tataw told the Resident that this included training, marketing assistance, and access to the Dimmples software and website.
- 7. Because the Resident did not have \$30,000, Tataw allowed the Resident to operate, without a written contract, a car rental business using the Dimmples name, but without full access to the Dimmples online reservations system and support. In November 2022, Tataw and Dimmples charged the Resident \$2,500 for training on how to book car reservations. Tataw provided the Resident with a Dimmples business phone number and instructed the Resident to purchase a phone from T-Mobile using the Dimmples account. Tataw and Dimmples advertised the Resident's business by including it in its list of U.S. locations on the Dimmples website.
- 8. Tataw and Dimmples failed to provide the Resident with a Franchise Disclosure Document ("FDD"). The FDD is the document required to be provided to prospective franchisees in Washington and disclose the material information about the investment such as the franchisor's audited financial statements,

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investment risks, fees and cost information that may assist in weighing the risks and benefits of the investment.

Based upon the above Findings of Fact, the following Conclusions of Law are made:

CONCLUSIONS OF LAW

- 1. The offer the franchise described above constitute the offer and/or sale of a franchise as defined in RCW 19.100.010(6), RCW 19.100.010(12), and RCW 19.100.010(17).
- 2. The offer and sale of a franchise to operate a Dimmples car rental business as described above constitutes the offer and/or sale of an unregistered franchise in violation of RCW 19.100.020.
- 3. The offer or sale of said franchises was in violation of RCW 19.100.080 because Tataw and Dimmples failed to provide a franchisee with a franchise disclosure document prior to the sale of the franchise.

NOTICE OF INTENT TO ORDER THE RESPONDENT TO CEASE AND DESIST

Based upon the above Tentative Findings of Fact and Conclusions of Law, the Securities

Administrator intends to order that Respondents and their agents and employees, each shall cease and desist from violations of RCW 19.100.020 and RCW 19.100.080.

AUTHORITY AND PROCEDURE

This Order is entered pursuant to the provisions of RCW 19.100.248 and is subject to the provisions of Chapter 34.05 RCW. Each Respondent may make a written request for a hearing as set forth in the NOTICE OF OPPORTUNITY TO DEFEND AND OPPORTUNITY FOR HEARING accompanying this order. If a Respondent does not request a hearing within the allowed time, the Securities Administrator intends to adopt the above Tentative Findings of Fact and Conclusions of Law as final and enter an order to cease and desist permanent as to that Respondent.

SIGNED and ENTERED this 3rd day of November, 2023



/s/

William M. Beatty Securities Administrator

Presented by:

Martin Cordell

Financial Legal Examiner

/s/

Approved by:

/s/

Brian Guerard

Chief of Enforcement

Reviewed by:

/s/

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Huong Lam

Financial Legal Examiner Supervisor

STATEMENT OF CHARGES AND NOTICE OF INTENT TO ENTER ORDER TO CEASE AND DESIST

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