

**STATE OF ILLINOIS  
SECRETARY OF STATE  
SECURITIES DEPARTMENT**

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**IN THE MATTER OF: FELIX DANIEL; and RYM TECHNOLOGY HOLDINGS, LLC dba RYM TECHNOLOGY, LLC.** ) Case No.0600670  
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**TEMPORARY ORDER OF PROHIBITION**

**TO RESPONDENT:** RYM Technology Holdings, LLC  
330 E. Maple Road  
Suite 408  
Birmingham, Michigan 48009

Felix Daniel  
16400 N. Park Drive  
Apt. #418  
Southfield, Michigan 48075

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

1. That Felix Daniel ("Daniel" or together with RYM, "Respondents") is an individual whose last known address is 16400 N. Park Drive, apt. # 418, Southfield, Michigan 48075.
2. Daniel is an officer, agent, and/or owner of RYM.
3. That RYM Technology Holdings, LLC dba RYM Technology, LLC, ("RYM" or together with Felix Daniel, "Respondents"), is a business entity located at 330 E. Maple Road, Suite 408, Birmingham, Michigan 48009.
4. That RYM is a Michigan limited liability company doing business in Illinois, and markets itself, among other things, as providing a "Mortgage Reduction Program" as well as conducting "property acquisitions and leasebacks." RYM is not registered to do business in the State of Illinois.

Temporary Order  
of Prohibition

-2-

5. That in or about July 2005 Daniel and RYM, as part of the "Mortgage Reduction Program," offered to one or more Illinois residents ("Investor") the Residential Lease and Trust Agreement ("RTLA").
6. That RTLA provided: that title to Investor's house would go into a RYM Trust of which Investor would be the beneficiary; that RYM could not transfer title to Investor's house without Investor's consent; that Investor would continue to live in the house as long as Investor continued to make stipulated rent payments to RYM; that RYM would pay all accruing tax and hazard insurance bills; and that Investor would get back record legal title to the house from the RYM Trust at the end of five years free and clear of all mortgage liens (Investor's house had been re-mortgaged at \$166,126.96).
7. That on or about July 14, 2005, Investor entered the RTLA, which was accepted by RYM and signed by Daniel. In consideration for the RTLA, Investor signed over a check from the closing on the house in the amount of \$44,156.71.
8. That the activities set forth in paragraphs 5 through 7 above constitute the offer and sale of an investment contract, and therefore a security as those terms are defined at Sec. 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 (815 ILCS 5) (the "Act").
9. That Section 5 of the Act states, *inter alia*, that all securities except those set forth under Section 2a of this Act, or those exempt under Section 3 of this Act, or those offered or sold in transactions exempt under Section 4 of this Act, or face amount certificate contracts required to be registered under Section 6 of this Act, shall be registered as hereinafter in this section provided, prior to their offer or sale in this State.
10. That Respondents failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the security was not registered pursuant to Section 5 of the Act prior to its offer and sale in the State of Illinois.
11. That Section 12.A of the Act provides it shall be a violation of the provisions of this Act for any person to offer or sell any security except in accordance with the provisions of this Act.
12. That Section 12.D of the Act provides that it shall be a violation of the provision so of this Act for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of this Act or any rule or regulation made by the Secretary of State pursuant to this Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.
13. That Respondents failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the security was not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.

Temporary Order  
of Prohibition

-3-

14. That by virtue of the foregoing, Respondents have violated Sections 12.A and 12.D of the Act.
15. That notwithstanding the promises made in the RTLA: to pay all accruing tax and hazard insurance bills; and to return Investor's house to Investor after five years free and clear of all mortgage liens, RYM and Daniel failed and refused to pay all accruing tax and hazard insurance bills, and failed to make any payments on the \$166,126.96 mortgage for Investor's house. Investor's house soon went into foreclosure.
16. That Section 12.F of the Act provides that it shall be a violation of the provisions of this Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
17. That Section 12.G of the Act provides that it shall be a violation of the provisions of this Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading.
18. That Section 12.I of the Act provides that it shall be a violation of the provisions of this Act for any person to employ any device, scheme or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
19. That by virtue of the foregoing, Respondents have violated Sections 12.F, G, and I of the Act.
20. That the aforementioned findings are based upon credible evidence.
21. That Section 11.F(2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit the offer or sale of securities by any person, without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.
22. That the entry of this Temporary Order prohibiting Respondent Felix Daniel from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.
23. That the entry of this Temporary Order prohibiting RYM Technology Holdings, LLC dba RYM Technology, LLC, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

Temporary Order  
of Prohibition

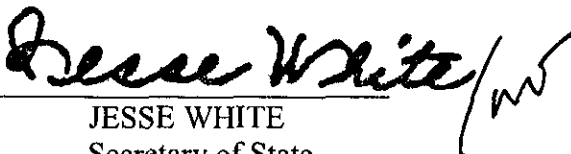
-4-

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents Felix Daniel and RYM Technolgy Holdings, LLC dba RYM Technology, LLC, his/their managers, officers and directors, agents, employees, affiliates, representatives, successors and assigns are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondent may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This 29th day of December 2006.

  
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JESSE WHITE  
Secretary of State  
State of Illinois

Jay A. Biondo  
Enforcement Attorney  
Illinois Securities Department  
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