

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

IN THE MATTER OF:)	
JEFFREY A. BATIO and)	
ARMADA SYSTEMS, LLC and)	File Number: 1200299
his/their partners, officers and directors,)	
agents, employees, affiliates, successors,)	
members, and assigns.)	

ORDER OF PROHIBITION

TO RESPONDENTS: Jeffrey A Batio
935 Pomeroy Avenue
Unit #10
Santa Clara, California 95051

and

Armada Systems, LLC
935 Pomeroy Avenue
Unit #10
Santa Clara, California 95051

WHEREAS, a Temporary Order of Prohibition was issued by the Secretary of State on November 21, 2013 which prohibited Respondents Jeffrey A Batio and Armada Systems, LLC, their partners, officers and directors, agents, employees, affiliates, successors and assigns ("Respondents") from offering or selling securities in or from the State of Illinois until further order of the Secretary of State or his duly authorized representative;

WHEREAS, pursuant to section 11 F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act"), the failure to request a hearing within thirty (30) calendar days of the entry of the Temporary Order shall constitute an admission of any acts alleged therein and constitute a sufficient basis to make the Temporary Order final;

WHEREAS, the Respondents hve failed to request a hearing on the matters contained in the Temporary Order within thirty (30) calendar days of the entry of said Temporary Order and the Respondents are hereby deemed to have admitted the facts alleged in the Temporary Order;

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WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Findings of Fact contained in the Temporary Order as the Secretary of State's Findings of Fact as follows.

- 1 Respondent Jeffrey A Batio (at times hereinafter "Batio" or collectively with Armada Systems, LLC, Inc "Respondents") has a known address of 935 Pomeroy Avenue, Unit #10, Santa Clara, California 95051 .
2. Respondent Armada Systems, LLC. (at times hereinafter "Armada" or collectively with Batio "Respondents"), has a last known address of 935 Pomeroy Avenue, Unit #10, Santa Clara, California 95051.
- 3 Respondent Armada, at all times relevant herein, was an Illinois limited liability company whose principal member and officer was Respondent Batio.
- 4 Between 2006 and 2010 Respondent Batio, individually and as principal agent of Armada, and within the State of Illinois, solicited and offered for sale membership interests in Armada to approximately 100 individuals, including at least two Illinois residents, (hereinafter "Investors")
- 5 Between 2006 and 2010 Respondent Batio, individually and as principal agent of Armada, issued and sold memberships in Armada to approximately 75 individuals, including at least two Illinois residents (hereinafter "Investors") for purchase prices ranging between \$5,000 and \$25,000.
6. Respondents sold a total of approximately \$500,000 worth of membership interests.
7. The activities described above in paragraphs 4-6 constitute the offer and sale of membership interests in a limited liability company, and are therefore securities as that term is defined in Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").

FAILURE TO REGISTER SECURITIES

8. Section 5 of the Act provides *inter alia* that all securities except those exempt under Section 3 or those offered and sold under Section 4 shall be registered either by coordination or by cooperation prior to their offer or sale in the State of Illinois
- 9 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 securities were not registered pursuant to Section 5 of the Act prior to their offer and sale in the State of Illinois

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10. Section 12.A of the Act provides *inter alia* that it shall be a violation for any person to offer and sell any security except in accordance with the provisions of the Act
11. Section 12.D of the Act provides *inter alia* that it shall be a violation 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 the Act or any rule or regulation made by the Secretary of State pursuant to the Act
12. By virtue of the foregoing Respondents have violated Sections 12.A and 12.D of the Act
13. NOW THEREFORE IT IS HEREBY ORDERED THAT pursuant to the authority granted by Section 11.F of the Act, Respondents Jeffrey A. Batio and Armada Systems, LLC and their partners, officers and directors, agents, employees, affiliates, 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: Failure to comply with the terms of this Order shall be a violation of Section 12.D of the ACT. Any person or entity that fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of this Order, shall be guilty of a Class 4 felony for each offence.

This is a final order subject to administrative review pursuant to the Administrative Review Law [735 ILCS 5/3-101 *et seq.*] and the Rules and Regulations of the Act (14 Ill. Admin. Code, Ch. 1 Sec. 130.1123). Any action for judicial review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review.

Dated This 29th day of January 2014


JESSE WHITE
Secretary of State
State of Illinois

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