

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF:)

CLEMENTE PADILLA ZARATE,)
CENTRAL CHARLOTTE, LLC,)
BUSINESS TRUST SERVICE)
COMPANY OF AMERICA)

File Number: 1500550

TEMPORARY ORDER OF PROHIBITION

TO RESPONDENT(S):

Clemente Padilla Zarate
Alvaro Obregon 933
Oblatos
Guadalajara, Jalisco 44380
Mexico

Via certified mail and to email: Jgg0968@hotmail.com

Celmente Padilla Zarate
Josefa Ortiz 568
Guadalajara, Mexico 44380

Via certified mail and to email: Stacey.Rhodes80@gmail.com

Central Charlotte, LLC
269 West Monroe Street
Chicago, IL 60606

Via certified mail and to email: contact@centralcharlotte.com

Business Trust Service Company of America
2360 Corporate Circle, Ste. 400
Henderson, NV, 89074.

Via certified mail and to email: contact@btscamerica.com

Illinois Service Corporation C
801 Adlai Stevenson Drive
Springfield, IL 62703

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

FRAUD OR DECIEPT

1. **Central Charlotte, LLC** ("Respondent CC") purports to be an Illinois registered entity with its principal place of business located at 1605 Curtis Bridge Road, Wilkesboro, NC 28697. Its website claims its address is 269 West Monroe Street, Chicago, IL 60606, which does not exist. After careful review, it is believed Respondent CC is not the North Carolina registered limited liability company Central Charlotte, LLC with its principal place of business located at 1605 Curtis Bridge Road, Wilkesboro, NC 28697 and falsely holds itself out to be.
2. **Clemente Padilla Zarate** ("Respondent Zarate") is an individual with the last known address of Alvaro Obregon 933, Oblatos, Guadalajara, Jalisco 44380, Mexico. Respondent Zarate's name is listed as the registrant for Respondent CC's PayPal account. Respondent Zarate's name is also listed as the contact for Respondent CC's website.
3. **Business Trust Service Company of America** ("Respondent BTSC") purports to be an entity with its principal place of business located at 2360 Corporate Cir., Ste. 400, Henderson, NV, 89074. On information and belief, such entity does not exist, was not formed in Nevada, and is not authorized to conduct foreign business as an entity. After careful review it is believed Respondent BTSC is not the Nevada registered domestic business trust, Business Trust Services Corporation of America with the same principal place of business address as Respondent BTSC purports to have, located at 1605 Curtis Bridge Road, Wilkesboro, NC 28697.
4. Respondent CC and Respondent BTSC maintained websites for potential investors. Respondent CC's website was CentralCharlotteLLC.com, which is no longer active. Respondent BTSC uses BTSCAmerica.com, which is still active as of the date of this Temporary Order of Prohibition.
5. Respondent CC is registered in Illinois, but under false assertions purporting to be an properly registered North Carolina entity, Central Charlotte, LLC when it is in fact not. Respondent CC falsely uses the name and principal address of the actual Central Charlotte, LLC registered in North Carolina as well.
6. Respondent BTSC does not legally exist and falsely uses an extremely similar name and the same principal address of an actual company, Business Trust Services Corporation of America registered in Nevada.
7. 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.

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8. Section 12.F of the Act provides it is a violation 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.
9. Section 12.G of the Act provides it is a violation 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 light of the circumstances under which they were made, not misleading.
10. Section 12.H of the Act provides it is a violation to sign or circulate any statement or document required by any provision of this Act or pertaining to any security knowing or having reasonable grounds to know any material misrepresentation therein is false or untrue.
11. Section 12.I of the Act provides it is a violation to employ any device, scheme or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
12. The facts alleged in paragraphs 1 through 15 above show conduct by Respondents that violates Sections 12.A, 12.F, 12.G, 12.H, and 12.I of the Act. In particular: Respondents use false entities to obtain Illinois investor funds.

PROHIBITION

13. Section 11.F(2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit the business of rendering investment advice, and 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.
14. The entry of this **Order** temporarily prohibiting **Respondent Zarate, Respondent CC, and Respondent BTSC** from:
 - a. offering and selling securities in or from the State of Illinois, and;
 - b. engaging in the business of an investment advisor representative;is in the public interest and for the protection of the investing public.
15. The aforementioned findings are based upon credible evidence.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act,

1. **Respondent Zarate, Respondent CC, and Respondent BTSC** are **TEMPORARILY PROHIBITED** from offering or selling securities in or from the State of Illinois for a period of ninety (90) days; and

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2. **Respondent Zarate, Respondent CC, and Respondent BTSC** are **TEMPORARILY PROHIBITED** from engaging in the business of rendering investment advice in or from the State of Illinois for a period of ninety (90) days; and

NOTICE is hereby given that Respondent may request a hearing on this matter by transmitting such request in writing to:

Callhan F. Garrett
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
69 West Washington Street, Suite 1220
Chicago, Illinois 60602
Phone: (312) 793-3384

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 of Prohibition.

FAILURE OF 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 27th day of May 2016.



JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:

Callhan F. Garrett
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
69 West Washington Street, Suite 1220
Chicago, Illinois 60602
(312) 793-3384