# STATE OF WASHINGTON **SECURITIES DIVISION**

1 DEPARTMENT OF FINANCIAL INSTITUTIONS 2 3 IN THE MATTER OF DETERMINING Order Number S-11-0858-CO01 Whether there has been a violation 4 of the Franchise Investment Protection Act of Washington by: 5 **CONSENT ORDER** Mio Sushi International, Inc., Sung In Kim aka 6 Sonny Kim, and James Han, Respondents. 7 8 9 10 Pursuant to the Franchise Investment Protection Act of Washington, RCW 19.100, the Securities 11 Division of the Department of Financial Institutions ("Securities Division") and Respondents, Mio Sushi 12 International, Inc., Sung In Kim aka Sonny Kim, and James Han do hereby enter into this CONSENT 13 ORDER in settlement of the matters alleged herein. Respondents, Mio Sushi International, Inc., Sung In 14 Kim, and James Han neither admit nor deny the Findings of Fact and Conclusions of Law stated below. 15 FINDINGS OF FACT 16 I. Respondent 17 1. Mio Sushi International, Inc. is an Oregon corporation based in Portland, Oregon that is in 18 the business of offering restaurant franchises that sell fresh sushi and Asian food products. 19 2. Sung In Kim a.k.a Sonny Kim is the founder and president of Mio Sushi International, Inc. 20 3. James Han is the vice president of Mio Sushi International, Inc. 21 22 1 DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division CONSENT ORDER 23

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### II. Nature of Conduct

4. From 2010 to 2011, Mio Sushi International, Inc., Sung In Kim, and James Han offered and/or sold to three Korean citizens, by word of mouth, in personal meetings, and by telephone or email, the opportunity to immigrate to the United States and operate a Mio Sushi location in Washington State. Mio Sushi International, Inc. provided the prospective franchisees with a copy of its franchise disclosure document (FDD). Mio Sushi International, Inc. offered the franchisees a license to use the "Mio Sushi" names and marks and offered them training and management support in the operation of a Mio Sushi restaurant. Mio Sushi International, Inc. charges franchisees an initial franchise fee of \$40,000 and a royalty of 6% of weekly gross revenues.

## III. Registration Status

5. Mio Sushi International, Inc. is not currently registered to offer or sell franchises in the state of Washington and has not previously been so registered.

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

## CONCLUSIONS OF LAW

- 1. The offer and/or sale of the Mio Sushi restaurant opportunities described above constitute the offer and/or sale of a franchise as defined in RCW 19.100.010(16) and RCW 19.100.010(4).
- 2. The offer and/or sale of said franchises were in violation of RCW 19.100.020 because no registration for such offer and/or sale is on file with the Securities Administrator.

## **CONSENT ORDER**

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

IT IS AGREED AND ORDERED that Respondents, Mio Sushi International, Inc., Sung In Kim, and James Han, their agents and employees, each shall cease and desist from offering or selling franchises

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Securities Division

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1	I in violation of RCw 19.100.020, the registration section of the Franchise investment Protection Act of the		
2	State of Washington.		
3	IT IS FURTHER AGREED AND ORDERED that Respondents, Mio Sushi International, Inc.,		
4	Sung In Kim, and James Han shall pay the Securities Division the costs and other expenses incurred in the		
5	investigation of this matter in the amount of \$4,400 on or before the date of entry of this Consent Order.		
6	IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order.		
7	IT IS FURTHER AGREED that in consideration of the foregoing, Respondents, Mio Sush		
8	International, Inc., Sung In Kim, and James Han waive their rights to a hearing in this matter and judicial		
9	review of this order.		
.0	SIGNED thisday of March, 2012,		
.1	Mio Sushi International, Inc. by:		
.2	Sung In Kim, President		
3	Sung in Trim, Tresident		
4	Sung In Kim, Individually		
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6	James Han, Individually		
.7			
8	SIGNED and ENTERED this <u>13th</u> day of March, 2012		
9			
20	Million Means		
21	WILLIAM M. BEATTY		
22	Securities Administrator  3 DEPARTMENT OF FINANCIAL INSTITUTIONS		
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2	Approved by:	Presented by:
3		<b>7</b> 44
4	An Elm	Martin Cordell
5	SUZANNE SARASON	MARTIN CORDELL
6	Chief of Enforcement	Financial Legal Examiner
7	Reviewed by:	
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9	Share Clark	
10	CHARLES CLARK Financial Legal Examiner Supervisor	
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