

COMMONWEALTH OF VIRGINIA  
STATE CORPORATION COMMISSION

AT RICHMOND, NOVEMBER 25, 2014

SCC-CLERK'S OFFICE  
DOCUMENT CONTROL CENTER

2014 NOV 25 P 2: 13

COMMONWEALTH OF VIRGINIA, *ex rel.*

STATE CORPORATION COMMISSION

v.

CASE NO. SEC-2014-00040

MR. OIL SAVER, LLC

and

CHRISTOS M. DASKALAKIS,

Defendants

SETTLEMENT ORDER

The State Corporation Commission's ("Commission") Division of Securities and Retail Franchising ("Division") conducted an investigation of Mr. Oil Saver, LLC ("Mr. Oil") and Christos M. Daskalakis ("Daskalakis") (collectively, "Defendants") pursuant to § 13.1-567 of the Virginia Retail Franchising Act ("Act"), § 13.1-557 *et seq.* of the Code of Virginia ("Code").

Mr. Oil is a Florida limited liability company with its principal place of business at 475 South Shell Road, Suite 1-C, Debary, Florida 32713. Daskalakis is the founder and CEO of Mr. Oil.

Mr. Oil was in the business of providing cooking oil filtration machines to their franchisees. The oil filtration machines extend the life of cooking oil, reducing a restaurant's costs. Franchisees demonstrate the oil filtration machines to restaurants within their territories, hoping to place oil filtration machines for a monthly fee.

In 2012, the Defendants sold three unregistered franchises to be located in the Commonwealth of Virginia ("Virginia"). The Defendants entered into Distributorship Agreements ("Agreements") for Virginia territories with three Virginia residents. The Agreements allow for the use of the Mr. Oil trademark, imposed a fee greater than \$500 and

14112 0258

provided marketing materials. All of these are elements of a franchise as defined under § 13.1-559 of the Act. The Agreements also contained provisions that granted the Defendants a level of control over the businesses, including price controls, machine repair procedures and insurance coverage requirements. The Defendants have never registered their franchise to be offered or sold in Virginia. In addition, the Defendants failed to provide franchisees a Franchise Disclosure Document.

Based on the investigation, the Division alleges the Defendants violated: (i) § 13.1-560 of the Act by selling or offering to sell franchises in Virginia prior to registering under the provisions of the Act; and (ii) § 13.1-563 (4) of the Act by failing to, directly or indirectly, provide franchisees with the franchise agreement and such disclosure documents as may be required by rule or order of the Commission.

If the provisions of the Act are violated, the Commission is authorized by § 13.1-562 of the Act to revoke a defendant's registration, by § 13.1-568 of the Act to issue temporary or permanent injunctions, by § 13.1-570 of the Act to impose certain monetary penalties and to request a defendant make rescission and restitution, and by § 12.1-15 of the Code to settle matters within its jurisdiction.

The Defendants neither admit nor deny these allegations but admit to the Commission's jurisdiction and authority to enter this Settlement Order ("Order").

As a proposal to settle all matters arising from these allegations, the Defendants have made an offer of settlement to the Commission wherein the Defendants will abide by and comply with the following terms and undertakings:

(1) The Defendants will each pay to the Treasurer of Virginia ("Treasurer") Fifty Thousand Dollars (\$50,000), for an amount totaling One Hundred Thousand Dollars (\$100,000)

in monetary penalties. However, the penalties will be waived if the Defendants pay restitution, within two (2) years of the date of entry of this Order, of Eighteen Thousand Dollars (\$18,000) total to the three (3) Virginia franchisees.

(2) The Defendants will pay to the Treasurer, within one (1) year of the date of entry of this Order, the amount of Five Thousand Dollars (\$5,000) to defray the costs of investigation.

(3) The Defendants will provide a copy of this Order to all Virginia franchisees within thirty (30) days of the entry of this order.

(4) The Defendants will not violate the Act in the future.

The Division has recommended that the Commission accept the offer of settlement of the Defendants.

NOW THE COMMISSION, having considered the record herein, the offer of settlement of the Defendants, and the recommendation of the Division, is of the opinion that the Defendants' offer should be accepted.

Accordingly, IT IS ORDERED THAT:

(1) The offer of the Defendants in settlement of the matter set forth herein is hereby accepted.

(2) The Defendants shall fully comply with the aforesaid terms and undertakings of this settlement.

(3) The Commission shall retain jurisdiction in this matter for all purposes, including the institution of a show cause proceeding, or taking such other action it deems appropriate, on account of the Defendants' failure to comply with the terms and undertakings of the settlement.

AN ATTESTED COPY hereof shall be sent by the Clerk of the Commission to:

Christos M. Daskalakis, 245 Debary Drive, Debary, Florida 32713; Mr. Oil Saver, LLC, 475

South Shell Road, Suite 1-C, Debary, Florida 32713; Thomas E. Acey, Jr., Attorney at Law, 1994 Willow Wood Drive, Kissimmee, Florida 34746; and a copy shall be delivered to the Commission's Office of General Counsel and Division of Securities and Retail Franchising.

141120258

COMMONWEALTH OF VIRGINIA  
STATE CORPORATION COMMISSION

COMMONWEALTH OF VIRGINIA, *ex rel.*  
STATE CORPORATION COMMISSION

v.

CASE NO. SEC-2014-00040

MR. OIL SAVER, LLC  
and  
CHRISTOS M. DASKALAKIS,  
Defendants

ADMISSION AND CONSENT

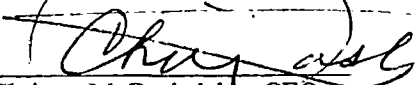
Mr. Oil Saver, LLC and Christos M. Daskalakis (collectively, "Defendants"), admit to the jurisdiction of the State Corporation Commission ("Commission") as to the party and subject matter hereof and, neither admitting nor denying the allegations made herein by the Division of Securities and Retail Franchising, hereby consent to the form, substance and entry of the foregoing Settlement Order ("Order").

The Defendants further state that no offer, tender, threat or promise of any kind whatsoever has been made by the Commission or any member, subordinate, employee, agent or representative thereof in consideration of the foregoing Order.


Mr. Oil Saver, LLC

Date: 10/8/14

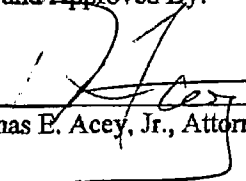
By:

  
Christos M. Daskalakis, CEO

Date: 10/8/14

  
Christos M. Daskalakis

Seen and Approved By:

  
Thomas E. Acey, Jr., Attorney at Law