1 Between July 1, 2013, and July 1, 2018, the Department of Real Estate operated as the Bureau of Real Estate under

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the Department of Consumer Affairs.

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3. Respondent is presently licensed and/or has license rights under the Real Estate Law (Part 1 of Division 4 of the Code).

4. From April 26, 2010, through the present, Respondent has been licensed by the

Department as a real estate broker, License ID 01388163. Respondent's license is scheduled to

expire on April 20, 2028. Respondent has renewal rights pursuant to Code section 10201. The

Department retains jurisdiction pursuant to Code section 10103.

5. The Respondent was formerly licensed by the Department as a real estate salesperson from July 24, 2003, through April 25, 2010.

### 2024 Broker License Renewal Application

- 6. On or about February 24, 2024, the Respondent submitted a Broker Renewal Application to the Department.
- 7. In response to Question 17 of Respondent's real estate broker license renewal application, to wit, "WITHIN THE SIX-YEAR PERIOD PRIOR TO FILING THIS APPLICATION, HAVE YOU HAD A DENIED, SUSPENDED, RESTRICTED, OR REVOKED BUSINESS OR PROFESSIONAL LICENSE (INCLUDING REAL ESTATE) IN CALIFORNIA OR ANY OTHER STATE?" Respondent answered "No" and failed to disclose the disciplinary actions described below in Paragraphs 9 through 20.
- The Department renewed Respondent's real estate broker license on or around
  April 20, 2024.

#### USPTO Disciplinary Action

9. Since approximately 2007, Respondent has been a registered patent attorney practicing before the United States Patent and Trademark Office ("USPTO").

- 10. Since 2016, Respondent was the principal at her law firm, the Law Offices of Elizabeth Yang ("law offices"), where she provides law services including patent, copyright, and trademark law.
- In or around October of 2019, the Respondent entered into an agreement with an overseas company ("Sellergrowth") which allowed Sellergrowth to use the Respondent's name and signature to file applications and receive trademark certificates from the USPTO as a domestic representative. The Respondent would act as the attorney of record on behalf of Sellergrowth's customers on trademark applications filed with the USPTO. In exchange, the Respondent was paid \$1,500 a month for one year for a total of \$18,000 from Sellergrowth.
- 12. Over the course of their business relationship with Respondent, Sellergrowth began preparing and filing an exponentially larger number of trademark applications than the number of monthly applications that Respondent and Sellegrowth had agreed upon. The Respondent did not review or regularly monitor the trademark applications prepared by and filed by Sellergrowth with the USPTO.
- 13. On or about August 31, 2021, the Office of Enrollment and Discipline for the USPTO filed a complaint against the Respondent stemming from Sellergrowth's filings of trademark applications with the USPTO, which listed the Respondent as the attorney of record.
- 14. The parties entered into a settlement agreement submitted before the Under Secretary of Commerce for Intellectual Property and Director of the United States Patent and Trademark Office. The settlement agreement contained the parties' stipulated facts, legal conclusion, and sanctions.
- 15. On or about December 17, 2021, the Respondent was suspended by USPTO for acts of professional misconduct in their jurisdiction including assisting others in the unauthorized practice of law before the USPTO. Findings of culpability in USPTO proceedings

require clear and convincing evidence.

#### State Bar Disciplinary Action

- Respondent was admitted to practice law in the State of California on or about
  June 4, 2007.
- On May 31, 2022, the Office of the Chief Counsel ("OCTC") for the State Bar of California filed a Notice of Disciplinary Charges against Respondent in Case No. SBC-22-J-30501. The OCTC initiated the reciprocal discipline matter, seeking to discipline Respondent's license to practice law, based upon the Respondent's professional misconduct found in the USPTO proceeding described above in Paragraphs 9 through 15.
- On June 27, 2022, Respondent filed an Answer to the Notice of Disciplinary Charges.
- 19. On August 25, 2022, the parties filed a stipulation as to the facts, conclusions of law, mitigation, and admission of exhibits. An amended stipulation was filed on October 5, 2022. At a pre-trial status conference held on October 5, 2022, the parties jointly requested that the case be submitted for decision on the pleadings without a hearing. The court granted the parties' request and the matter was submitted for decision on October 5, 2022.
- 20. On December 1, 2022, the State Bar Court of California Hearing Department issued an Order for Case No. SBC-22-J-30501. The court found that Respondent's culpability as determined in the USPTO proceeding indicated that the Respondent violated the following California Rules of Professional Conduct:
  - 1) Rule 1.1 [failure to perform with competence];
  - 2) Rule 1.3 [failure to perform with diligence];
  - 3) Rule 1.4 [failure to communicate with clients];
  - 4) Rule 3.3(a)(1) [lack of candor toward the tribunal];

- 5) Rule 5.3(b) [failure to supervise non-lawyer];
- 6) Rule 5.5(a) [unauthorized practice of law]; and
- 7) Rule 8.4(d) [prejudice to the administration of justice].
- 21. On or about March 22, 2023, Respondent was suspended from the practice of law for one year, the suspension was stayed, and Respondent was placed on probation for one year, subject to certain terms and conditions including the suspension from the practice of law for the first 30 days of probation. Respondent was ordered to comply with other terms of probation and ordered to pay a monetary sanction and costs. Respondent's license is currently active.

### FIRST CAUSE OF ACCUSATION

- 22. There is hereby incorporated in this First, Cause of Accusation, all of the allegations contained in Paragraphs 1 through 21, above, with the same force and effect as if herein fully set forth.
- 23. Respondent's failure to disclose the disciplinary actions filed against Respondent and the suspension of Respondent's license to practice law in California, as described above in Paragraphs 6 through 21, on Respondent's February 24, 2024, real estate Broker Renewal Application constitutes the procurement of a real estate license by fraud, deceit, making a material misstatement, or omission of a material fact, in said application which constitutes cause for the suspension or revocation of all licenses and license rights of Respondent pursuant to Code sections 498 and 10177, subdivision (a).

# SECOND CAUSE OF ACCUSATION - CODE SECTION 10186.2

24. There is hereby incorporated in this Second, separate and distinct Cause of Accusation, all of the allegations contained in Paragraphs 1 through 23, above, with the same force and effect as if herein fully set forth.

25. Code section 10186.2, subdivision (a)(1)(C), requires that licensees report any
disciplinary action taken by another licensing entity or authority of this state or another state or
an agency of the federal government. Code section 10186.2, subdivision (a)(2), requires that
licensees make a report in writing to the Department within 30 days of the disciplinary action.
Failure to make a report constitutes cause for discipline under Code section 10186.2,
subdivision (b).
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- 26. A diligent search was made of the Department's records for Respondent and no record or written notice was found to have been received from Respondent notifying the Department of the disciplinary actions against Respondent or the suspension of Respondent's license to practice law, as described above in Paragraphs 9 through 21, within 30 days of said actions.
- 27. Respondent's failure to provide timely written notice to the Department pursuant to Code section 10186.2 of the suspension of Respondent's license to practice law constitutes cause for the suspension or revocation of Respondent's real estate license and license rights under Code section 10186.2, subdivision (b), and section 10177, subdivisions (d) and/or (g).

# THIRD CAUSE OF ACCUSATION - CODE SECTION 10177(F)

- 28. There is hereby incorporated in this Third, separate and distinct Cause of Accusation, all of the allegations contained in Paragraphs 1 through 27, above, with the same force and effect as if herein fully set forth.
- 29. Code section 10177, subdivision (f), provides that the Real Estate Commissioner may suspend or revoke the license of a real estate licensee if a licensee has acted or conducted himself in a manner that would have warranted the denial of his application for a license, or either had a license denied or had a license issued by another agency of this state revoked or suspended for acts that, if done by a real estate licensee, would be grounds for the suspension or