

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 BLAINE A. NOBLETT (BAR NO. 235612)
Corporations Counsel
4 DEPARTMENT OF CORPORATIONS
320 West 4th Street, Suite 750
5 Los Angeles, California 90013-2344
Telephone: (213) 576-1396 Fax: (213) 576-7181
6 Attorneys for Complainant

8
9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA

11 In the Matter of THE CALIFORNIA)
CORPORATIONS COMMISSIONER,)

File No.: 963-2596

12 Complainant,)

**ORDER APPOINTING PETER A.
DAVIDSON CONSERVATOR PURSUANT
TO FINANCIAL CODE SECTION 17630**

13 v.)

14)
15 DIVERSITY ESCROW, INC.,)

16 Respondent.)
17)
18)

19 I, PRESTON DuFAUCHARD, California Corporations Commissioner, pursuant to Financial
20 Code section 17630, do hereby appoint Peter A. Davidson of the law firm of Ervin Cohen & Jessup,
21 LLP as Conservator of the trust accounts and all bank and escrow records pertinent thereto of
22 Diversity Escrow, Inc. ("Diversity"), including, but not limited to, all Diversity trust accounts on
23 deposit with City National Bank or elsewhere, in order that he may take possession of the trust
24 accounts and records for the protection of the escrow agent, the customers of the escrow agent, and
25 the public.

26 The Conservator, pursuant to Financial Code section 17630, shall have all the rights, powers,
27 and privileges of Diversity, its officers and directors, and shall have the same powers and rights as the
28 California Corporations Commissioner, while he is in possession of the trust accounts and pertinent

1 bank and escrow records of Diversity. These rights, powers and privileges shall include all acts as
2 are necessary or expedient to collect, conserve, and protect the trust accounts and pertinent bank and
3 escrow records of Diversity, including (a) the collection, recovery, and compromise of claims, deeds,
4 property and rights in favor of or belonging to Diversity regarding the trust accounts; (b) the
5 execution of all deeds, conveyances, agreements, compliances, and instruments of every kind and
6 nature in connection with the trust accounts and pertinent bank and escrow records of Diversity; (c)
7 the employment of accountants and attorneys to the extent reasonably necessary; and (d) with the
8 prior consent of the California Corporations Commissioner, the institution, maintenance and defense
9 of suits related to the affairs of Diversity and/or the filing of petitions or applications in court or
10 elsewhere with respect to the trust accounts and pertinent bank and escrow records of Diversity, for
11 all purposes.

12 All expenses of the Conservatorship shall be paid out of the assets of Diversity and shall be a
13 lien thereon which shall be prior to any other lien.

14 This Order is effective on the date hereof and may be amended or terminated upon further
15 order of the California Corporations Commissioner.

16 IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal.

17 DATED: July 19, 2011
18 Los Angeles, CA

PRESTON DuFAUCHARD
California Corporations Commissioner

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20 By _____
21 ALAN S. WEINGER
22 Deputy Commissioner
23 Enforcement Division
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