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STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF CORPORATIONS

TO: William H. Johnson
Cornerstone Property Investments LLC
10800 Hole Avenue, Suite 4A
Riverside, CA 92505

DESIST AND REFRAIN ORDER

(For violations of Corporations Code section 25110)

The California Corporations Commissioner (“Commissioner”) finds that:

1. Cornerstone Property Investments LLC (“Cornerstone”) is and was, at all relevant times, a California limited liability company with its principal place of business at 10800 Hole Avenue, Suite 4A, Riverside, California, 92505.

2. At all relevant times, William H. Johnson (“Johnson”) was an agent of Cornerstone.

3. In 2007, Cornerstone, through Johnson, offered and sold securities in the form of investment contracts whereby Cornerstone pooled investor money to provide hard money loans to distressed homebuyers.

4. These securities were offered and sold by Cornerstone and Johnson in this state in issuer transactions. The Department of Corporations has not issued a permit or other form of qualification authorizing any person to offer and sell these securities in this state.

Based on the foregoing findings, the Commissioner is of the opinion that Johnson and Cornerstone are engaged in offering and selling securities through issuer transactions that are not qualified or exempt in violation of California Corporations Code Section 25110. Pursuant to Section 25532 of the Corporate Securities Law of 1968, William H. Johnson and Cornerstone Property Investments LLC are hereby ordered to desist and refrain from the offer and sale of securities in the State of California, including but not limited to, investment contracts whereby Cornerstone pools investor money to provide hard money loans to distressed homebuyers, unless and until qualification has been made under the California Corporations Securities Law or unless exempt.

1 This Order is necessary, in the public interest, for the protection of investors and consistent
2 with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

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4 Dated: October 29, 2009
5 Los Angeles, California

PRESTON DuFAUCHARD
California Corporations Commissioner

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7 By _____
8 ALAN S. WEINGER
9 Deputy Commissioner

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