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7 Attorneys for Complainant

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

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11 In the Matter of THE CALIFORNIA) Case No.: 415-0014
CORPORATIONS COMMISSIONER,)
12) ORDER TO DISCONTINUE VIOLATIONS
Complainant,) PURSUANT TO CALIFORNIA FINANCIAL
13) CODE 50321
14 vs.)
15 LOANCITY.COM,)
16)
Respondent.)
17)
18)

19
20 TO: LOANCITY.COM
6640 Via Del Oro
21 San Jose, California 95119

22 THE CALIFORNIA CORPORATIONS COMMISSIONER FINDS THAT
23 LOANCITY.COM has (i) commingled trust funds with general operating
24 funds in violation of California Financial Code ("FC") § 50202(a),
25 (ii) caused debit balances to exist in the trust account in
26 violation of Title 10, California Code of Regulations ("CCR"),
27 Section 1950.314.6, (iii) used trust funds for operating activities
28 in violation of FC §§ 50202(b) and 50503(a)(1), and (iv) placed

1 trust funds in an interest bearing account in violation of FC S
2 50202(b).

3 NOW, BASED ON THE FOREGOING, AND GOOD CAUSE APPEARING, it is
4 hereby ORDERED under the provisions of Section 50321 of the
5 Financial Code, that LOANCITY.COM immediately discontinue the
6 violations set forth above.

7 Dated: August 22, 2001
8 Los Angeles, California

9 DEMETRIOS A. BOUTRIS
10 California Corporations Commissioner

11 By _____
12 DiAun M. Burns,
13 Special Administrator
14 California Residential Mortgage
15 Lending Act
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