



1 6. On December 5, 2007, Best Diamond and Retana offered investment opportunities over the  
2 internet by placing an advertisement on the website www.elclasficado.com. The advertisement on the  
3 website promised \$700 per month for every \$10,000.00 invested.

4 7. In January 2010, Retana was convicted by a federal jury of six counts of mail fraud and one  
5 count of making false statements to government agents who were investigating the case. Retana is  
6 scheduled to be sentenced on April 26, 2010.

7 8. The purported purpose of the offerings was to purchase, renovate, and resell real estate for a  
8 profit.

9 9. The investment contracts are securities pursuant to California Corporations Code, section  
10 25019.

11 10. These securities were offered and sold in this state in issuer transactions. The California  
12 Department of Corporations has not issued a permit or other form of qualification authorizing any  
13 person to offer and sell these securities in this state.

14 11. In connection with the offer and sale of these securities, Best Diamond and Retana made  
15 untrue statements of material fact. These misrepresentations included, but are not limited to the  
16 following:

- 17 a. Investors were told that they would receive monthly returns as high as 7% of the principal or  
18 \$700.00 per month for every \$10,000.00 invested. Investors did not receive the promised  
19 returns.

20 Based upon the foregoing findings, the California Corporations Commissioner is of the  
21 opinion that the investment contracts offered and sold by Best Diamond Funding Corp. and Milton  
22 Retana are securities subject to qualification under the California Corporate Securities Law of 1968  
23 and are or have been offered or sold without being qualified or exempt, in violation of California  
24 Corporations Code section 25110.

25 Pursuant to section 25532 of the Corporations Code, Best Diamond Funding Corp. and Milton  
26 Retana are hereby ordered to desist and refrain from the offer and sale of securities in the State of  
27 California, including, but not limited to investment contracts, unless and until qualification has been  
28 made under the law or unless exempt.

1 Further, based upon the foregoing findings, the California Corporations Commissioner is of  
2 the opinion that the investment contracts were offered and sold in this state by means of oral and  
3 written communications which included untrue statements of material fact necessary in order to make  
4 the statements made, in the light of the circumstances under which they were made, not misleading,  
5 in violation of section 25401 of the Corporate Securities Law of 1968.

6 Pursuant to section 25532 of the Corporate Securities Law of 1968, Best Diamond Funding  
7 Corp. and Milton Retana are hereby ordered to desist and refrain from offering or selling or buying or  
8 offering to buy any securities in the State of California, including, but not limited to investment  
9 contracts, by means of any written or oral communication which includes an untrue statement of a  
10 material fact or omits to state a material fact necessary in order to make the statements made, in the  
11 light of the circumstances under which they were made, not misleading.

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

14  
15 Dated: February 8, 2010  
16 Los Angeles, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

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18  
19 By \_\_\_\_\_  
20 ALAN WEINGER  
21 Deputy Commissioner  
22 Enforcement Division  
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