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STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCE AND CORPORATE SECURITIES
BEFORE THE DIRECTOR OF THE
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES

S-09-0020

In the Matter of:

Owens Mortgage Investment Fund,
a California Limited
Partnership,

and

Owens Securities Corporation.

Respondents.

ORDER TO CEASE AND DESIST,
ORDER ASSESSING CIVIL PENALTY,
AND
CONSENT TO ENTRY OF ORDER

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387



WHEREAS the Director of the Department of Consumer and Business Services (hereinafter, the "Director") has conducted an investigation of certain business activities conducted by Owens Mortgage Investment Fund, a California Limited Partnership ("Owens Mortgage") and Owens Securities Corporation ("Owens Securities" and collectively with Owens Mortgage the "Respondents") and has determined that the Respondents violated certain provisions of ORS 59.005 to 59.451, 59.991 and 59.995 (the "Oregon Securities Law") by offering and selling securities in the State of Oregon; and

WHEREAS the Respondents wish to resolve and settle this

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1 5. Owens Mortgage submitted an application for
2 registration by qualification for units of limited partnership
3 interests (the "Units") to the Division of Finance and Corporate
4 Securities ("DFCS") on or about February 2001 (File #2001-1260).
5 That registration became effective on February 4, 2001.

6 6. Owens Mortgage annually renewed its Units utilizing the
7 procedures set forth under OAR 441-075-0020. As part of that
8 annual renewal process, Owens Mortgage applied to renew FIVE
9 HUNDRED THOUSAND DOLLARS (\$500,000) in Units on January 14, 2009
10 and paid a renewal fee of FIVE HUNDRED DOLLARS (\$500) (the
11 "Application").

12 7. On February 11, 2009, the Units went into "Failure to
13 Renew" status and were no longer active in Oregon.

14 8. On February 23, 2009, the Division issued a comment
15 letter in connection with the Application. In response to that
16 comment letter, on March 4, 2009 Owens Mortgage informed the
17 Division in writing that on February 27, 2009, the Respondents
18 sold 7,568.62 Units (at a price of \$1.00 per share, for a total
19 of \$7,568.62), to Oregon investors as part of its monthly income
20 distribution reinvestment process.

21 9. The Division issued a renewal Order of Securities
22 Registration for the Units on March 10, 2009.

23 10. The Respondents are not able to rely on any exemptions
24 under ORS 59.025 or ORS 59.035 for the sale of the Units on
25 February 27, 2009.

1 11. The Units are not federal covered securities.

2

CONCLUSIONS OF LAW

3 The Director **CONCLUDES** that:

4 12. The Respondents offered or sold securities in Oregon on
5 February 27, 2009 without first registering them in violation of
6 ORS 59.055.

7

ORDER

8 **NOW, THEREFORE, THE DIRECTOR ISSUES THE FOLLOWING ORDERS:**

9 13. Pursuant to the authority under ORS 59.245(4), the
10 Respondents are **ORDERED** to **CEASE AND DESIST** from:

11 a. Offering or selling securities in Oregon unless
12 those securities: 1) are first registered and the offer or sale
13 is not in violation of any rule of the Director or any
14 condition, limitation or restriction imposed by the Director
15 upon such registration, 2) are exempt under ORS 59.025 or ORS
16 59.035, or 3) are federal covered securities for which notice
17 has been filed and fees have been paid under ORS 59.049; and

18 b. Violating any provision of ORS Chapter 59 or
19 Oregon Administrative Rules Chapter 441 promulgated thereunder.

20 14. Pursuant to the authority under ORS 59.995 the Director
21 hereby **ASSESSES** a **CIVIL PENALTY** of TWO THOUSAND DOLLARS
22 (\$2,000.00) against the Respondents for their violations of ORS
23 59.055. The Respondents are held jointly and severally liable
24 for payment of the Civil Penalty. The Civil Penalties are due
25 and payable in full at the time of entry of the Order.

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1 15. The entry of this Order in no way limits further
2 remedies that may be available to the Director under Oregon law.

3

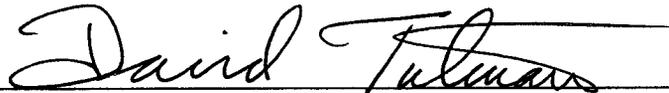
4 Dated this 21st day of September, 2009 at Salem,
5 Oregon.

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CORY STREISINGER, Director
Department of Consumer and Business Services

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David Tatman, Administrator
Division of Finance and Corporate Securities

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1 and with Chapter 59 of the Oregon Revised Statutes and Chapter
2 441 of the Oregon Administrative Rules promulgated thereunder.

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1 The Respondents understand that this Consent Order is a
2 public document.

3 Dated this 10th day of September, 2009.

4 OWENS MORTGAGE INVESTMENT FUND,
5 a California limited partnership

6 By: Owens Mortgage Financial Group, Inc.
7 its general partner

8 and

9 OWENS SECURITIES CORPORATION

10 By 

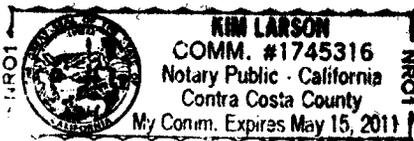
11 William C. Owens
12 President, Owens Financial Group, Inc.
13 and Owens Securities Corporation

14 **CORPORATE ACKNOWLEDGMENT**

15 There appeared before me this 10th day of September 2009,
16 William C. Owens, who was first duly sworn on oath, and stated
17 that he is the President of Owens Financial Group, Inc., the
18 general partner of Owens Mortgage Investment Fund, a California
19 Limited Partnership, and Owens Securities Corporation, and that
20 he is authorized and empowered to sign this Consent to Entry of
21 Order on behalf of Owens Mortgage Investment Fund, a California
22 Limited Partnership and Owens Securities Corporation, and to
23 bind Owens Mortgage Investment Fund, a California Limited
24 Partnership, and Owens Securities Corporation, to the terms
25 hereof.

Signature of Notary 

My commission expires: May 15th 2011



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