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

TO: JCF Acceptance Corporation
JCF Acceptance MH Loans
JCF Acceptance Corporation, A Division of Jackson County Financial
Jackson County Financial Incorporated
Jack B. Jordan
1314 B Center Drive #422
Medford, OR 97501

DESIST AND REFRAIN ORDER
(For violations of sections 22100 and 22161 of the California Financial Code)

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

1. At all relevant times, JCF Acceptance Corporation, JCF Acceptance MH Loans, JCF Acceptance Corporation, A Division of Jackson County Financial, and Jackson County Financial Incorporated, (herein collectively, “JCF”) is or were Oregon corporations with their principal places of business located at 1314 B Center Drive, #422, Medford, Oregon, 97501, and doing business in California and Oregon. JCF purports to be a finance lender for manufactured and mobile home owner borrowers who may be considered “at risk” or deemed to have “bad credit”.
2. At all relevant times, Jack B. Jordan (herein “Jordan”) is a representative of JCF. Specifically, Jordan did or does represent to others that he is the president of JCF.
3. JCF and Jordan engage in the business of making consumer loans in California as described below, by way of the Internet at www.jcfinc.com. JCF and Jordan represent that JCF and Jordan offer financing and loans in every county in the State of California, by way of the Internet at www.jcfinc.com.
4. JCF and Jordan specialize in making manufactured and mobile home loans (“Loans”) to California residents for as much as eighty (80) to ninety-five (95) percent of the purchase price of the home. JCF and Jordan charge interest on the Loans at least at a minimum annual percentage rate (“APR”) of 6.49%. JCF and Jordan also charge and collect “appraisal fees” from consumers

1 in association with applying for these Loans.

2 5. JCF and Jordan represented to California borrowers that JCF is a licensed finance lender
3 in California, duly assigned Finance Lender License No. 6072724. In fact, Finance Lender
4 License No. 6072724 is the lender license number assigned to California licensee Home Loan
5 Servicing, Inc., which has its primary place of business located in Redwood City, California.
6 Home Loan Servicing, Inc. is not affiliated in any way with JCF and Jordan and does not and has
7 not conducted business with JCF and Jordan.

8 6. JCF and Jordan have not been issued a license by the Commissioner authorizing them to
9 engage in the business of a finance lender under the California Finance Lenders Law.

10 7. JCF and Jordan are not exempt from the licensing requirements of California Financial
11 Code section 22100.

12 Based on the foregoing findings, the California Corporations Commissioner is of the
13 opinion that JCF Acceptance Corporation, JCF Acceptance MH Loans, JCF Acceptance
14 Corporation, A Division of Jackson County Financial, Jackson County Financial Incorporated,
15 and Jack B. Jordan have engaged in business as finance lenders without having first obtained a
16 license from the Commissioner in violation of California Financial Code section 22100.

17 Further, the California Corporations Commissioner is of the opinion that JCF Acceptance
18 Corporation, JCF Acceptance MH Loans, JCF Acceptance Corporation, A Division of Jackson
19 County Financial, Jackson County Financial Incorporated, and Jack B. Jordan have engaged in
20 business as finance lenders by means of unlawful or deceptive conduct, and made statements that
21 were likely to mislead others in connection with the business of finance lenders, in violation of
22 section 22161 of the California Financial Code.

23 Pursuant to California Financial Code section 22712, JCF Acceptance Corporation, JCF
24 Acceptance MH Loans, JCF Acceptance Corporation, A Division of Jackson County Financial,
25 Jackson County Financial Incorporated, and Jack B. Jordan are ordered to desist and refrain from
26 engaging in the business of finance lenders in the State of California without first obtaining a
27 license from the Commissioner, or otherwise being exempt.

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Pursuant to section 22712 of the California Financial Code, JCF Acceptance Corporation, JCF Acceptance MH Loans, JCF Acceptance Corporation, A Division of Jackson County Financial, Jackson County Financial Incorporated, and Jack B. Jordan are hereby ordered to desist and refrain from further printing, displaying, distributing, or broadcasting, or causing or permitting to be advertised, printed, displayed, distributed, or broadcasted in any manner any and all statements or representations that are false, misleading or deceptive or that omit material information that is necessary to make the statements not false, misleading or deceptive in connection with the business of a finance lender, including, but not limited to, representations that JCF Acceptance Corporation, JCF Acceptance MH Loans, JCF Acceptance Corporation, A Division of Jackson County Financial, Jackson County Financial Incorporated and Jack B. Jordan are licensed finance lenders in California, duly assigned Finance Lender License No. 6072724.

The California Corporations Commissioner finds that this Order is necessary and appropriate in the public interest or for the protection of lenders and consistent with the purposes fairly intended by the policy and provisions of this law.

Dated: August 12, 2008
Sacramento, California

PRESTON DUFAUCHARD
California Corporations Commissioner

By _____
ALAN S. WEINGER
Acting Deputy Commissioner
Enforcement Division