

**UNITED STATES OF AMERICA**  
**Before the**  
**SECURITIES AND EXCHANGE COMMISSION**

**SECURITIES EXCHANGE ACT OF 1934**  
**Release No. 102204 / January 16, 2025**

**ADMINISTRATIVE PROCEEDING**  
**File No. 3-22417**

**In the Matter of**

**KARINA N. FERNANDEZ,**

**Respondent.**

**ORDER INSTITUTING PUBLIC  
ADMINISTRATIVE PROCEEDINGS  
PURSUANT TO SECTION 15(b) OF THE  
SECURITIES EXCHANGE ACT OF 1934,  
MAKING FINDINGS, AND IMPOSING  
REMEDIAL SANCTIONS**

**I.**

The Securities and Exchange Commission (“Commission”) deems it appropriate and in the public interest that public administrative proceedings be, and hereby are, instituted pursuant to Section 15(b) of the Securities Exchange Act of 1934 (“Exchange Act”) against Karina N. Fernandez (“Fernandez” or “Respondent”).

**II.**

In anticipation of the institution of these proceedings, Respondent has submitted an Offer of Settlement (the “Offer”) which the Commission has determined to accept. Solely for the purpose of these proceedings and any other proceedings brought by or on behalf of the Commission, or to which the Commission is a party, and without admitting or denying the findings herein, except as to the Commission’s jurisdiction over her and the subject matter of these proceedings and the findings contained in paragraph III.2 below, which are admitted, Respondent consents to the entry of this Order Instituting Public Administrative Proceedings Pursuant to Section 15(b) of the Securities Exchange Act of 1934, Making Findings, and Imposing Remedial Sanctions (“Order”), as set forth below.

### III.

On the basis of this Order and Respondent's Offer, the Commission finds that:

1. Fernandez was a manager and sales agent for MJ Capital Funding, LLC ("MJ Capital"). At all relevant times, Fernandez acted as a broker and a person associated with a broker, but was not registered with the Commission pursuant to Section 15(a) of the Exchange Act or associated with a registered broker-dealer. Fernandez, 30 years old, is a resident of Miami, Florida.

2. On October 23, 2024, a judgment was entered by consent against Fernandez, permanently enjoining her from future violations of Sections 5(a), 5(c), 17(a)(2), and 17(a)(3) of the Securities Act of 1933, and Section 15(a)(1) of the Exchange Act, in the civil action entitled Securities and Exchange Commission v. Karina N. Fernandez, Civil Action Number 0:24-cv-61774-DSL, in the United States District Court for the Southern District of Florida.

3. The Commission's complaint alleged that from at least November 2020 through August 2021, Fernandez personally solicited and raised approximately \$891,000 from about 89 investors through sales of securities in unregistered transactions issued by MJ Capital. Fernandez and her team of over 64 sales agents sold investors securities in the form of "Merchant Cash Advance Agreements." Fernandez received transaction-based compensation in the form of commissions from MJ Capital based on the sales of its securities. The Commission's complaint also alleged that Fernandez negligently made false and misleading statements about MJ Capital's business and her purported returns from her investment in MJ Capital.

### IV.

In view of the foregoing, the Commission deems it appropriate and in the public interest to impose the sanctions agreed to in Respondent Fernandez's Offer.

Accordingly, it is hereby ORDERED pursuant to Section 15(b)(6) of the Exchange Act, that Respondent Fernandez be, and hereby is:

barred from association with any broker, dealer, investment adviser, municipal securities dealer, municipal advisor, transfer agent, or nationally recognized statistical rating organization; and

barred from participating in any offering of a penny stock, including: acting as a promoter, finder, consultant, agent or other person who engages in activities with a broker, dealer or issuer for purposes of the issuance or trading in any penny stock, or inducing or attempting to induce the purchase or sale of any penny stock.

Any application for reentry by the Respondent will be subject to the applicable laws and regulations governing the reentry process, and reentry may be conditioned upon a number of factors, including, but not limited to, compliance with the Commission's order and payment of any or all of the following: (a) any disgorgement or civil penalties ordered by a Court against the

Respondent in any action brought by the Commission; (b) any disgorgement amounts ordered against the Respondent for which the Commission waived payment; (c) any arbitration award related to the conduct that served as the basis for the Commission order; (d) any self-regulatory organization arbitration award to a customer, whether or not related to the conduct that served as the basis for the Commission order; and (e) any restitution order by a self-regulatory organization, whether or not related to the conduct that served as the basis for the Commission order.

By the Commission.

Vanessa A. Countryman  
Secretary