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8 UNITED STATES DISTRICT COURT
9 FOR THE CENTRAL DISTRICT OF CALIFORNIA
10 WESTERN DIVISION

11 SECURITIES AND EXCHANGE
12 COMMISSION,

13 Plaintiff,

14 vs.

15 JEANETTA M. STANDEFOR, and
16 ACCELERATED FUNDING GROUP,

17 Defendants,

18 and

19 DARRELL R. DANSBY,

20 Relief Defendant.

Case No. CV08-03164 RSWL
COMPLAINT FOR VIOLATIONS OF
THE FEDERAL SECURITIES LAWS
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1 especially in the field of real estate loans and foreclosures. Rather than using
2 investor funds as represented, Standefor misappropriated at least \$17 million of the
3 money entrusted to her. Standefor concealed her misconduct by using funds
4 provided by new investors to make payments to existing investors.

5 22. AFG and Standefor asked investors to either wire transfer money to
6 AFG's bank account at Bank of America or to mail or drop off a cashier's check to
7 AFG's offices, which would be deposited into this same Bank of America account.
8 The vast majority of deposits into AFG's account are funds from investors.
9 Jeanetta Standefor is the only person authorized to access this account and execute
10 checks from this account.

11 23. Contrary to AFG's and Standefor's assertions, investor funds were not
12 used to pay off the delinquent amounts on the specific properties in which the
13 investors believed they were investing. AFG and Standefor instead used over \$12
14 million of the offering proceeds to pay existing investors. AFG also used offering
15 proceeds to pay for salaries and fees to its employees, and \$121,000 in consulting
16 fees to Standefor's then boyfriend and current husband, Dansby. In addition,
17 Standefor used over \$1.9 million of the offering proceeds to pay herself and her
18 personal expenses. Standefor used investor funds in excess of \$76,000 for her
19 wedding expenses; over \$11,000 for her honeymoon; over \$170,000 for jewelry;
20 over \$270,000 for cars and car related expenses; almost \$180,000 for tickets to
21 entertainment events, and \$650,000 to pay a contractor for improvements to one of
22 her homes. Moreover, in May 2007, Standefor raised an additional \$150,000 from
23 one investor, much of which was used to pay for her May 2007 wedding to
24 Dansby. Standefor also invited some of her investors to her wedding, including the
25 investor whose funds were used to pay for part of her wedding.

26 24. Neither AFG nor Standefor disclosed to investors that they used
27 investor funds to pay for anything other than to cure defaults on the investment
28 properties. There are no funds left in AFG's accounts. Over 65% of investor

