

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

SECURITIES ACT OF 1933

Release No. 10336 / April 10, 2017

SECURITIES EXCHANGE ACT OF 1934

Release No. 80406 / April 10, 2017

ADMINISTRATIVE PROCEEDING

File No. 3-17910

In the Matter of

JOEL CORENMAN,

Respondent.

ORDER INSTITUTING CEASE-AND-DESIST PROCEEDINGS PURSUANT TO SECTION 8A OF THE SECURITIES ACT OF 1933 AND SECTION 21C OF THE SECURITIES EXCHANGE ACT OF 1934, MAKING FINDINGS, AND IMPOSING A CEASE-AND-DESIST ORDER

I.

The Securities and Exchange Commission (“Commission”) deems it appropriate that cease-and-desist proceedings be, and hereby are, instituted pursuant to Section 8A of the Securities Act of 1933 (“Securities Act”) and Section 21C of the Securities Exchange Act of 1934 (“Exchange Act”), against Joel Corenman (“Corenman” 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 him and the subject matter of these proceedings, which are admitted, and except as provided herein in Section V, Respondent consents to the entry of this Order Instituting Cease-and-Desist Proceedings Pursuant to Section 8A of the Securities Act of 1933 and Section 21C of the Securities Exchange Act of 1934, Making Findings, and Imposing a Cease-and-Desist Order (“Order”), as set forth below.

III.

On the basis of this Order and Respondent's Offer, the Commission finds¹:

SUMMARY

Between September 2012 and February 2014, Joel Corenman violated the anti-fraud and anti-touting provisions of the federal securities laws by publishing various articles describing issuer securities on investment websites that purported to be independent when, in fact, they were paid promotions.

RESPONDENT

1. **Joel Corenman**, 56, resides in Granada Hills, California. Corenman, a screen writer and former bar owner, worked as a paid writer for a stock promotion firm, Lidingo Holdings, LLC, publishing numerous articles on investment websites under the pseudonym "Glen S. Woods."

RELATED PARTY

2. **Lidingo Holdings, LLC** was a Nevada limited liability company that was formed in 2011 and dissolved in 2014. Lidingo, which was owned and operated by Kamilla Bjorlin, provided promotional services to issuers that included the publication of over 400 articles describing securities on investment websites. The Commission has charged Lidingo and Bjorlin for their roles in the misconduct described in this Order and for other misconduct unrelated to Corenman.

FACTS

3. Between September 2012 and February 2014, Corenman published at least 30 articles on investment websites SeekingAlpha.com and SmallCapNetwork.com, under the pseudonym "Glen S. Woods." Corenman's articles positively described the securities of the following seven issuers that were clients of Lidingo, or another stock promotion firm affiliated with Lidingo: Advanced Medical Isotope Corporation, Assured Pharmacy, Inc., Enzo Biochem, Inc., Galena Biopharma, Inc., Lion Biotechnologies, Inc., NeoStem, Inc. (now Caladrius Biosciences, Inc.), and Stevia First Corporation (now Vitality Biopharma, Inc.). Lidingo paid Corenman at least \$18,000 for these articles.

4. Corenman did not disclose that these articles were paid-for promotions or the amount of the compensation he received. Moreover, in 25 articles, Corenman misrepresented

¹ The findings herein are made pursuant to Respondent's Offer of Settlement and are not binding on any other person or entity in this or any other proceeding.

that he was “not receiving compensation” for the article.² These 25 articles were published on Seeking Alpha’s website. Corenman falsely stated that he was not receiving compensation because, at the time, Seeking Alpha had a policy that expressly prohibited compensated articles. Corenman’s misstatements regarding his compensation were material.

5. Corenman’s articles included positive descriptions of publicly-traded stocks. Seeking Alpha held itself out as a “platform for investment research, with broad coverage of stocks, asset classes, ETFs and investment strategy” where “articles frequently move stocks, due to a large and influential readership which includes money managers, business leaders, journalists and bloggers.”

VIOLATIONS

6. As a result of the conduct described above, Corenman violated Securities Act Section 17(a) and Exchange Act Section 10(b) and Rule 10b-5 thereunder, which prohibit fraudulent conduct in the offer or sale of securities and in connection with the purchase or sale of securities.

7. As a result of the conduct described above, Corenman violated Securities Act Section 17(b), which prohibits any person from publishing, giving publicity to, or circulating any communication that describes a security in exchange for direct or indirect consideration from an issuer, underwriter, or dealer without fully disclosing the past or prospective consideration and the amount.

UNDERTAKING

Respondent has undertaken to:

In connection with this action and any related judicial or administrative proceeding or investigation commenced by the Commission or to which the Commission is a party, (i) appear and be interviewed by Commission staff at such times and places as the staff requests upon reasonable notice; (ii) accept service by mail, email, or facsimile transmission of notices or subpoenas issued by the Commission for documents or testimony at depositions, hearings, or trials, or in connection with any related investigation by Commission staff; (iii) appoint his attorney in these proceedings as agent to receive service of such notices and subpoenas; (iv) with respect to such notices and subpoenas, waive the territorial limits on service contained in Rule 45 of the Federal Rules of Civil Procedure and any applicable local rules, provided that the party requesting the testimony reimburses Respondent’s travel, lodging, and subsistence expenses at the

² On June 22, 2012, Seeking Alpha announced that it would “no longer publish articles that a writer has been paid for preparing.” Starting in August 2012, Seeking Alpha required writers to affirmatively disclose whether they received third-party compensation. If the writer represented that they were not compensated, then Seeking Alpha added the representation quoted above to the article on its website.

then-prevailing U.S. Government per diem rates; and (v) consent to personal jurisdiction over Respondent in any United States District Court for purposes of enforcing any such subpoena.

In determining whether to accept the Offer, the Commission has considered this undertaking.

IV.

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

Accordingly, it is hereby ORDERED that:

A. Pursuant to Section 8A of the Securities Act and 21C of the Exchange Act, Respondent Corenman cease and desist from committing or causing any violations and any future violations of Sections 17(a) and 17(b) of the Securities Act and Section 10(b) of the Exchange Act and Rule 10b-5 thereunder.

B. Respondent Corenman shall pay disgorgement of \$18,000, prejudgment interest of \$1,543.74, and a civil monetary penalty in the amount of \$25,000 in 12 installments to the Securities and Exchange Commission for transfer to the general fund of the United States Treasury, subject to Exchange Act Section 21F(g)(3), according to the following schedule: (1) \$9,000 within 14 days of entry of the Order; (2) \$3,232 on June 30, 2017; (3) \$3,232 on September 30, 2017; (4) \$3,232 on December 31, 2017; (5) \$3,232 on March 31, 2018; (6) \$3,232 on June 30, 2018; (7) \$3,232 on September 30, 2018; (8) \$3,232 on December 31, 2018; (9) \$3,232 on March 31, 2019; (10) \$3,232 on June 30, 2019; (11) \$3,232 on September 30, 2019; and (12) \$3,232 on December 31, 2019. Payments shall be deemed made on the date they are received by the Commission and shall be applied first to post-order interest, which accrues pursuant to SEC Rule of Practice 600 and 31 U.S.C. §3717 on any unpaid amounts due after 14 days of the entry of the Order. Prior to making the final payment set forth herein, Respondent Corenman shall contact the staff of the Commission for the amount due for the final payment, which shall include accrued interest.

If Respondent Corenman fails to make any payment by the date agreed and/or in the amount agreed according to the schedule set forth above, all outstanding payments under the Order, including post-order interest, minus any payments made, shall become due and payable immediately at the discretion of the staff of the Commission.

Payment must be made in one of the following ways:

- (1) Respondent may transmit payment electronically to the Commission, which will provide detailed ACH transfer/Fedwire instructions upon request;
- (2) Respondent may make direct payment from a bank account via Pay.gov through the SEC website at <http://www.sec.gov/about/offices/ofm.htm>; or

- (3) Respondent may pay by certified check, bank cashier's check, or United States postal money order, made payable to the Securities and Exchange Commission and hand-delivered or mailed to:

Enterprise Services Center
Accounts Receivable Branch
HQ Bldg., Room 181, AMZ-341
6500 South MacArthur Boulevard
Oklahoma City, OK 73169

Payments by check or money order must be accompanied by a cover letter identifying Joel Corenman as a Respondent in these proceedings, and the file number of these proceedings; a copy of the cover letter and check or money order must be sent to Associate Director Melissa Hodgman, Division of Enforcement, Securities and Exchange Commission, 100 F St., NE, Washington, DC 20549.

C. Amounts ordered to be paid as civil money penalties pursuant to this Order shall be treated as penalties paid to the government for all purposes, including all tax purposes. To preserve the deterrent effect of the civil penalty, Respondent agrees that in any Related Investor Action, he shall not argue that he is entitled to, nor shall he benefit by, offset or reduction of any award of compensatory damages by the amount of any part of Respondent's payment of a civil penalty in this action ("Penalty Offset"). If the court in any Related Investor Action grants such a Penalty Offset, Respondent agrees that he shall, within 30 days after entry of a final order granting the Penalty Offset, notify the Commission's counsel in this action and pay the amount of the Penalty Offset to the Securities and Exchange Commission. Such a payment shall not be deemed an additional civil penalty and shall not be deemed to change the amount of the civil penalty imposed in this proceeding. For purposes of this paragraph, a "Related Investor Action" means a private damages action brought against Respondent by or on behalf of one or more investors based on substantially the same facts as alleged in the Order instituted by the Commission in this proceeding.

V.

It is further Ordered that, solely for purposes of exceptions to discharge set forth in Section 523 of the Bankruptcy Code, 11 U.S.C. §523, the findings in this Order are true and admitted by Respondent, and further, any debt for disgorgement, prejudgment interest, civil penalty or other amounts due by Respondent under this Order or any other judgment, order, consent order, decree or settlement agreement entered in connection with this proceeding, is a debt for the violation by Respondent of the federal securities laws or any regulation or order issued under such laws, as set forth in Section 523(a)(19) of the Bankruptcy Code, 11 U.S.C. §523(a)(19).

By the Commission.

Brent J. Fields
Secretary