

***** FOR IMMEDIATE RELEASE *****

Date: December 12, 2011

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**ARKANSAS SECURITIES COMMISSIONER ISSUES A CEASE AND DESIST ORDER
STOPPING UNLICENSED SALE OF UNREGISTERED SECURITIES**

On December 7, 2011, Arkansas Securities Commissioner A. Heath Abshire issued a Cease and Desist Order directing Heritage Pacific Financial, LLC (“HPF”); HPAC 18, LLC (“HPAC”); and Chris Ganter (“Ganter”) to stop selling unregistered securities in the State of Arkansas.

The order reflects that four Arkansas investors purchased investments from HPF, HPAC, and Ganter which involved the sale and servicing of delinquent mortgage loan debt. The investors entered into a Mortgage Loan Sale Agreement with HPAC, while simultaneously entering into a Management and Servicing Agreement with HPF. The loans purchased from HPAC by one investor were pooled together with the debt portfolios of other investors. HPF would then collect on the individual loans in the pool and distribute the collections to the individual investors based on their percentage of ownership in the pool. Chris Ganter served as the managing member and chief executive officer of HPF and HPAC. Ganter commissioned the sale of these investments to the investors and signed off on all agreements on behalf of HPF and HPAC. At the time of the sales, the securities were not properly registered or exempt from registration under the Arkansas Securities Act, and HPF, HPAC, and Ganter were not registered to offer or sell securities under the Act.

Anyone with additional information about Heritage Pacific Financial, LLC; HPAC 18, LLC; or Chris Ganter may contact J. Campbell McLaurin III at 501-324-8670. A copy of the order is available on the Arkansas Securities Department’s website at www.securities.arkansas.gov, Order No. S-11-0230-11-OR02.