

STATE OF WISCONSIN
DEPARTMENT OF FINANCIAL INSTITUTIONS
DIVISION OF SECURITIES

In the Matter of
PAJ INVESTMENTS, LLC, and,
PAMELA ANN JOHNSON,

PETITION FOR ORDER

Respondents.

File No. S-06042(EX)

The staff of the State of Wisconsin, Department of Financial Institutions, Division of Securities (hereinafter "the Division"), has conducted an investigation in the above-captioned matter pursuant to sections 15.02(4) and 551.56, Wis. Stats., and as a result thereof alleges as follows:

1. PAJ Investments, LLC, is an entity formed in Wisconsin with a last known business address of 9656 W. Bradley Road, #206, Milwaukee, Wisconsin 53224;
2. Pamela Ann Johnson (hereinafter "Johnson") is an adult female, whose date of birth is September 12, 1960, and is the owner, operator and/or controlling person of PAJ Investments, LLC, whose business address is at that of PAJ Investments, LLC, and last known home address is at 7968 107th Street, #3, Milwaukee, Wisconsin 53224;
3. According to statements made to staff of the Division by a complainant, during the period of 2005, Johnson of PAJ Investments, LLC approached the complainant with an offer to help save the complainant's home in Milwaukee, Wisconsin from foreclosure of the mortgage of the complainant;
4. Johnson entered into a written agreement with the complainant involving the complainant's home, which without the knowledge and consent of the complainant resulted in the complainant's home being deeded to an entity operated and controlled by Johnson, without the knowledge and consent of the complainant;
5. Staff of the Division sent to Johnson by mail an investigative letter dated March 23, 2006, about her securities-related activities and received a letter dated March 30, 2006, in response from Johnson that she was not involved in the offer and sale of securities, but in a follow-up letter to Johnson of the Staff of the Division, dated July 19, 2006, Johnson did not provide the information and documents requested, to date;
6. Staff of the Division delivered a subpoena for Johnson, on October 16, 2006, issued by the Administrator of the Division of Securities, calling for Johnson to appear at the Division on October 27, 2006, to provide testimony and documents relating to the above-referenced transactions, but Johnson did not respond to the subpoena; and

7. According to an amended complaint filed by legal counsel for the plaintiffs against Johnson, PAJ Investments, LLC, and others, in Case No. 05CV010966, Milwaukee County, in or about April or May 2005, Johnson approached the plaintiffs - an 81-year old woman and her daughter who reside in Milwaukee, Wisconsin - with an unsolicited offer to save the plaintiffs from losing their home through a sheriff's sale after a default judgment of foreclosure, that Johnson had the plaintiffs sign various documents including one that transferred ownership of the plaintiff's property to another entity of which the plaintiffs were not aware and in which the plaintiffs have no beneficial interest, and that the plaintiffs gave Anderson a limited power of attorney for the real estate of the plaintiffs - which Johnson used to sell the property of the plaintiffs in June 2005, and, after paying off the mortgage of the plaintiffs netted Anderson more than \$58,000 - which the plaintiffs were not advised of and from which the plaintiffs did not receive any of that profit - not one dime.

8. The Staff of the Division believes it is necessary and appropriate in the public interest and for the protection of investors that the attached Order of Prohibition and Revocation of Exemptions be issued.

THEREFORE, the Staff of the Division the Administrator of the Division of Securities or her designee for the issuance of the attached Order of Prohibition and Revocation pursuant to Ch. 551, Wis. Stats.

Mark E. Dorman
11/27/06

Mark E. Dorman, Examiner
Bureau of Registration & Enforcement

Date

David A. Cohen
David A. Cohen, Supervising Attorney
Bureau of Registration & Enforcement

11/28/06

Date

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