

1 PRESTON DuFAUCHARD
California Corporations Commissioner
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5 DEPARTMENT OF CORPORATIONS
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8 Attorneys for Complainant

9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA
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12	In the Matter of)	OAH NO.
13	THE CALIFORNIA CORPORATIONS)	STIPULATION TO ENTRY OF DESIST AND
14	COMMISSIONER,)	REFRAIN ORDER
15	Complainant,)	(CORPORATIONS CODE SECTION 25110)
16	v.)	(CORPORATIONS CODE SECTION 25401)
17	INNER IMAGE DIAGNOSTICS LIMITED)	(CORPORATIONS CODE SECTION 25532)
18	PARTNERSHIP, CAPITAL INNOVATIONS,)	
19	INC., STANLEY JOHNSON,)	
20	Respondents.)	
21)	

22 In resolution of an investigation into unlawful practices in the offer and sale of securities in
23 violation of California Corporations Code sections 25110 and 25401, and without admitting or
24 denying such activities, IT IS HEREBY STIPULATED AND AGREED between Inner Image
25 Diagnostics Limited Partnership, Capital Innovations, Inc. and Stanley Johnson (hereafter
26 collectively "Respondents") and the California Corporations Commissioner ("Commissioner"), as
27 follows:

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1 1. Without admitting or denying any of the findings, Respondents stipulate to the entry
2 of the Desist and Refrain Order issued by the Commissioner on September 17, 2008 directing
3 Respondents to desist and refrain from violations of the Corporate Securities Law of 1968.

4 2. Respondents acknowledge that the Desist and Refrain Order was personally served on
5 Stanley Johnson, individually and on behalf of Inner Image Diagnostics Limited Partnership and
6 Capital Innovations, Inc. on October 30, 2008.

7 3. Respondents withdraw their request for hearing on the allegations set forth in the
8 Desist and Refrain Order. Respondents acknowledge their right to an administrative hearing under
9 Corporations Code section 25532 and hereby waive their right to any hearing or appeal of the Desist
10 and Refrain Order.

11 4. Respondents agree that nothing in this Stipulation shall limit the Commissioner's
12 ability to investigate and prosecute violations of the Corporate Securities Law not addressed in the
13 Desist and Refrain Order.

14 5. Respondents agree that nothing in this Stipulation shall preclude the Commissioner,
15 or his agents or employees, to the extent authorized by law, from assisting or cooperating in any
16 investigation and/or action brought by any other federal, state or county agency. Respondents
17 further agree that this Stipulation shall not bind or otherwise prevent any other federal, state or
18 county agency from the performance of its duties.

19 6. Respondents enter into this Stipulation voluntarily and without coercion and
20 acknowledge that no promises, threats or assurances have been made by the Commissioner or any
21 officer, or agent thereof, about this Stipulation.

22 7. Respondents and the Commissioner agree that this Stipulation may be executed in
23 one or more separate counterparts, each of which when so executed, shall be deemed an original.
24 Such counterparts shall together constitute and be one and the same instrument.

25 8. This Stipulation is entered into for the purpose of judicial economy and expediency,
26 and to avoid the time and expense of a hearing and possible further court proceedings. The
27 Commissioner finds that this Stipulation is necessary or appropriate in the public interest or for the
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1 protection of investors and consistent with the purposes fairly intended by the policy and provisions
2 of this law.

3 PRESTON DuFAUCHARD,
4 California Corporations Commissioner

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6 Dated: 12/18/08

By _____
7 ALAN S. WEINGER
8 Lead Corporations Counsel

9 INNER IMAGE DIAGNOSTICS LIMITED PARTNERSHIP

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11 Dated: 12/12/08

By _____
12 Stanley Johnson on behalf of Inner Image Diagnostics L.P.

13 CAPITAL INNOVATIONS, INC.

14
15 Dated: 12/12/08

By _____
16 Stanley Johnson on behalf of Capital Innovations, Inc.

17 STANLEY JOHNSON

18
19
20 Dated: 12/12/08

By _____
21 Stanley Johnson, individually