

STATE OF ILLINOIS

DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION

DIVISION OF BANKING

IN THE MATTER OF:)
)
C.S. FINANCIAL GROUP, INC.) No. 2006-MBR-38
ATTN: Mr. Cesar Sanchez)
2653 North Kedzie Avenue)
Chicago, IL 60647)

ORDER SUSPENDING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking, (the "Department"), having conducted an examination of the facts related to C.S. Financial Group, Inc., 2653 North Kedzie Avenue, Chicago, Illinois, 60647, (the "Licensee"), and having found that the Licensee committed a violation of the Residential Mortgage License Act of 1987 [205 ILCS 635] (the "Act"), and of the rules promulgated under the Act [38 Ill. Adm. Code 1050], (the "Rules") hereby issues this ORDER pursuant to the authority provided under Section 4-5 of the Act. The Department makes the following:

FINDINGS

1. That C.S. Financial Group, Inc., is an Illinois residential mortgage licensee holding license No. MB.0004677 and located at 2653 North Kedzie Avenue, Chicago, Illinois, 60647;
2. That on December 15, 2003, the Department conducted an examination of Licensee and the examiner found several violations, including a failure to comply with Net Worth Requirements;
3. That on March 13, 2004, the Department sent to Licensee a Report of Examination and Letter of Supervision via U.S. first-class mail service with a request for a scheduled supervisory meeting on April 14, 2004;
4. That a supervisory meeting was held on April 14, 2004, and that the Department requested a letter of engagement from new accountant that was engaged, and why HUD would not accept licensee's audit done by current CPA, that a written response due date of May 5, 2004 was given;
5. That Licensee request for extension to file audited financials was granted to April 19, 2004, and for Licensee's response to other items;
6. That on April 21, 2004 the Department was in receipt of a written response from Licensee;

7. That on May 7, 2004, the Department sent to Licensee an additional letter via U.S. first-class mail service with response due date of May 21, 2004 was given;
8. That on June 14, 2004, the Department sent to Licensee a letter via U.S. first-class mail service to Licensee indicating that Licensee's response has not been received by the Department, and that Licensee had a penalty fee accruing, and a written response due date of June 21, 2004 was given;
9. That on July 12, 2004 the Department was in receipt of a written response from Licensee;
10. That August 11, 2004, via telephone conversation with the Department, that Licensee stated that a response would be submitted by August 16, 2004;
11. That on November 8, 2004, the Department sent to Licensee a letter via U.S. first-class mail service to Licensee indicating that Licensee's response has not been received by the Department, and that Licensee had a penalty fee accruing, and a written response due date of November 22, 2004 was given;
12. That on January 25, 2005, the Department sent to Licensee an additional letter via U.S. first-class mail service indicating receipt of Licensee's financial compilation and requested additional information/documentation with response due date of January 31, 2005;
13. That on February 2, 2005, the Department sent to Licensee an additional letter via U.S. first-class mail service indicating receipt of Licensee's response and requested additional information/documentation with response due date of February 17, 2005;
14. That on May 5, 2005, the Department sent to Licensee an additional letter via U.S. first-class mail service indicating receipt of Licensee's response and the Department indicated that Licensee did not meet the Net Worth Requirements, and a recommendation was made to surrender its Illinois Residential Mortgage license, with response due date of May 18, 2005;
15. That on June 4, 2005, the Department sent to Licensee an additional letter via U.S. first-class mail service indicating that the Department was in receipt of Licensee's response and the Department could not verify Licensee's current net worth;
16. That on December 30, 2005, the Department sent a Potential Disciplinary Action letter via U.S. first-class mail service, and U.S. certified mail advising Licensee of its failure to comply with the Act and Rules as described in the letter;
17. A return receipt card evidencing receipt of such was received by the Department on January 5, 2006;
18. That on January 6, 2006, the Department received a response from Licensee via a letter dated January 3, 2006;

19. That the Department has not received the Licensee's 2005 financial statements as required due by March 31, 2006, from Licensee as stated above; and
20. That the Licensee has failed to provide the requested information/documentation requested by the Department.

CONCLUSIONS

BASED UPON THE ABOVE FINDINGS, THE DEPARTMENT IS OF THE OPINION AND CONCLUDES:

Notwithstanding notices and other efforts by the Department, Licensee has violated Section 3-5 of the Act by failing to comply with Net Worth Requirements.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED that the license of C.S. FINANCIAL GROUP, INC., License No. MB.0004677 is suspended by Order of the Department pursuant to Section 4-5(h)(2) of the Act for failure to comply with the provisions cited herein of the Act and Rules, effective ten days after receipt of this Order, unless you request a hearing pursuant to the RMLA and Subpart N of the Rules, including remitting the hearing fee required by Section 1050.270 of the Rules.

ORDERED THIS 28TH DAY OF SEPTEMBER 2006

DEPARTMENT OF FINANCIAL
AND PROFESSIONAL REGULATION,
DIVISION OF BANKING,
of the State of Illinois;
DEAN MARTINEZ, SECRETARY
D. LORENZO PADRON, DIRECTOR

REYNOLD M. BENJAMIN
Assistant Director
Bureau of Residential Finance, Division of Banking

You are hereby notified that this Order is an administrative decision. Pursuant to 205 ILCS 635/4-12 and 38 Ill. Adm. Code, 1050.1510 *et seq.* any party may file a request for a hearing on an administrative decision. The request for a hearing shall be filed within 10 days after the receipt of an administrative decision. A hearing shall be held within 30 days after the receipt by the Department of Financial and Professional Regulation, Division of Banking of a request for a hearing. Absent a request for a hearing, this Order shall constitute a final administrative Order subject to the Administrative Review Law [735 ILCS 5/3-101 *et seq.*].