

STATE OF ILLINOIS
DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DIVISION OF BANKING

IN THE MATTER OF:)
)
) No. 2007-MBR-116
RAVEN MORTGAGE CORPORATION)
Attention: Eugene Dunn)
819 West Maple Avenue)
Homewood, IL 60430)

License No. MB.0006241

ORDER SUSPENDING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the "Department"), having performed an examination related to licensed activities conducted by Raven Mortgage Corporation (the "Licensee") and having documented violations of the Residential Mortgage License Act of 1987 (the "Act") [205 ILCS 635] and the rules promulgated under the Act (the "Rules") [38 Ill. Adm. Code 1050], hereby issues this ORDER pursuant to the authority provided under Section 4-5 (h)(2) of the Act. The Department makes the following:

FINDINGS

1. That on November 17, 2004, the Department conducted an examination of Licensee and the examiner found several violations;
2. That on August 15, 2005, 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 August 24, 2005;
3. That a supervisory meeting was held on August 24, 2005 with Licensee, and that the Department discussed the violations with Licensee;
4. That on September 6, 2005, the Department sent to Licensee via U.S. first-class mail service a letter informing Licensee that the Department had reviewed the issues and informed Licensee that the Department requests a written response, and a due date of September 20, 2005 was given
5. That on September 9, 2005, the Department sent to Licensee via U.S. first-class mail service a letter informing Licensee that per a telephone conversation the Department had reviewed

the issues and informed Licensee that the Department requests a written response, and a due date of September 27, 2005 was given;

6. That on September 20, 2005, the Department received from Licensee a partial response of the requested information or documentation, and that the Department left a phone message with Licensee regarding the remainder of the items, and instructed Licensee that the items should be hand-delivered to the Department;
7. That on September 21, 2005, the Department received from Licensee a partial response of the requested information or documentation;
8. That on October 20, 2005, the Department sent to Licensee a letter via U.S. first-class mail service to Licensee, and that the Department granted an extension to Licensee to respond on October 21, 2005 per a telephone conversation; but the Department informed Licensee that the remainder of the items were due on or before November 2, 2005;
9. That on November 11, 2005, the Department received from Licensee a partial response of the requested information or documentation, and again on November 22, 2005 the Department received an additional partial response of the requested information or documentation;
10. That on November 29, 2005, the Department sent to Licensee a letter via U.S. first-class mail service to Licensee, informing Licensee that the Department had received and reviewed the information or documentation, and that the Department requested the additional items due on or before December 9, 2005;
11. That on December 9, 2005, the Department received from Licensee a partial response of the requested information or documentation and again on December 12, 2005 the Department received an additional partial response of the requested information or documentation;
12. That on December 20, 2005, the Department sent to Licensee a letter via U.S. first-class mail service to Licensee, informing Licensee that the Department had received and reviewed the information or documentation, and that the Department requested the additional items due on or before December 28, 2005;
13. That on December 28, 2005, the Department received from Licensee a partial response of the requested information or documentation;
14. That on March 10, 2006, the Department sent to Licensee a letter via U.S. first-class mail service indicating that Licensee's response had been received by the Department and that there were still numerous deficiencies regarding Licensee's responses to the Department;
15. That on September 5, 2006, the Department issued Order No. 2006-MBR-33, and issued a fine to Licensee in the amount of \$3,500 for unregistered loan originator(s);
16. That on September 15, 2006, the Department received from Licensee payment for the fine issued per Order No. 2006-MBR-33;
17. That as of September 15, 2006, however, Licensee still had not provided the Department with required documentation of minimum net worth, including failure to adequately respond

to Department questions relating to irregularities found in the 2003 and 2004 financial compilations, failure to provide an audit for 2005 as required and compilation submitted evidencing net worth of \$31,280 and not in compliance with the Act and Rules;

18. That the Department mailed Licensee a potential disciplinary letter on October 5, 2006, in part, for failure to make timely response to supervisory letter and failure to maintain net worth requirement;
19. That the Department failed to receive the an adequate response from Licensee to net worth and supervisory issues raised in said letter, including failure to submit the required documentation;
20. That Licensee failed to submit its 2006 financials due on March 31, 2007; and
21. That the Licensee has repeatedly failed to provide to the Department the requested information/documentation by the due dates requested by the Department, and additionally includes Licensee's failure to submit to the Department required documentation so that compliance with Net Worth can be verified.

CONCLUSIONS

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

That notwithstanding notices and other efforts by the Department, Licensee violated Section 4-1(r) and 3-5 of the Act and Section 1050.410 of the Rules, and is in further violation of Section 4-5(i) (11) and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED that the license of Raven Mortgage Corporation, License No. MB.0006241 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 Act and Subpart N of the Rules, including remitting the hearing fee required by Section 1050.270 of the Rules.

ORDERED THIS 17th DAY OF AUGUST, 2007

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DEAN MARTINEZ, SECRETARY

DIVISION OF BANKING
JORGE A. SOLIS, DIRECTOR

REYNOLD M. BENJAMIN
Assistant Director, Bureau of Residential Finance

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 and, if so requested, a hearing shall be held on the administrative decision, by the Department of Financial and Professional Regulation, Division of Banking. 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.*].