

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

IN THE MATTER OF:)
)
) No. 2008-MBR-114
OSI FINANCIAL SERVICES, INC.)
Attention: Mark Diamond)
2357 N. Damen Avenue)
Chicago, IL 60647)
License No. MB.0005434)

ORDER REVOKING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the “Department”), having reviewed and examined activities conducted by OSI Financial Services, Inc., (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)(1) of the Act. The Department makes the following:

FINDINGS

1. That OSI Financial Services, Inc. is an Illinois residential mortgage licensee holding license number MB.0005434 (the “License”) and located at 2357 N. Damen Avenue, Chicago, Illinois, 60647;
2. That on March 31, 2008, the Department conducted an examination of Licensee for the exam period 1/1/2005 to 2/29/2008 and the examiner found several violations by the Licensee of the Act and Rules cited in the Report of Examination (the “ROE”) as follows:
 - a. Net Worth Requirement Broker minimum of \$50,000 – Licensee was not in compliance with the financial net worth for the period ending 12/31/2007, (violation of Section 3-5 of the Act);
 - b. Borrower Information Document – Licensee needs to change the language to correctly refer to Division of Banking, (violation of Section 1050.1110(a) of the Rules);
 - c. Maintenance of Records – Licensee needs to include all third party documents in all of its loan files, (violation of Section 1050.1175(b) of the Rules);
 - d. Continuing Education – Licensee was not in compliance with its continuing education for one loan originator, (violation of Section 1050.2120 of the Rules);

- e. Compliance with Other Laws – Licensee was not in compliance with disclosing Yield Spread Premiums on one initial Good Faith Estimate, (violation of Section 1050.1350 of the Rules);
3. That the Department’s review of its records further shows that the Department invoiced Licensee the \$1,326 examination fee for said examination, and that Licensee has failed to pay this exam fee to the Department;
4. That on September 8, 2008, the Department’s Examination Section mailed the ROE to the Licensee with U.S. first class postage with a due date of September 29, 2008 for the Licensee to submit its written response to the examination findings back to the Department; and
5. That the Licensee failed to submit a response by the due date, and that the Examination Section referred the matter to the Legal Section for enforcement action.

CONCLUSIONS

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

That notwithstanding notices and other efforts by the Department, Licensee is in violation of Sections 1-4, 3-2, 3-5 of the Act and Sections 1050.410, 1050.940, 1050.1110, 1050.1250, and 1050.1350 of the Rules, and is in further violation of Sections 4-5(i) (11), (13), and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED that the license of **OSI FINANCIAL SERVICES, INC.**, License No. MB.0005434 is revoked by Order of the Department pursuant to Section 4-5(h) (1) 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 1050.210 of the Rules.

ORDERED THIS 24TH DAY OF OCTOBER, 2008

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DEAN MARTINEZ, SECRETARY
DIVISION OF BANKING

DAVID ESPINOZA
DIRECTOR FOR MORTGAGE 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 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.*].