

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

IN THE MATTER OF )  
 )  
 ) No. 2009-MBR-102  
 )  
**INTERFOREST FUNDING & INVESTMENT, INC.** )  
License No.0006632 )  
ATTN: Abe Karn )  
7205 W. 103<sup>rd</sup> Street )  
Palos Hills, IL 60465 )

**ORDER REVOKING LICENSE**

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the "Department"), having conducted an examination and review of licensable activities conducted by Interforest Funding and Investment, 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 Interforest Funding & Investment, Inc. is an Illinois residential mortgage licensee holding license number MB.0006632 (the "License"), and located at 7205 W. 103<sup>rd</sup> Street, Palos Hills, Illinois, 60465;
2. That the Department examined Licensee on 11/1/2007 for the period 11/1/2004 to 10/31/2007 and found numerous violations of the Act and Rules, including Act Section 3-5 and Rules Sections 1050.410, 1050.1010, 1050.1110, 1050.1175, 1050.1305, 1050.1350 (for violation of federal regulations cited therein) and 1050.2120;
3. That the Licensee thereafter submitted a License surrender application to the Department, that remains pending due to deficiencies;
4. That the owner and named employees of Licensee have now been indicted by a federal grand jury for participating in a residential mortgage fraud scheme, said indictment announced on March 25, 2009 (United States District Court, Northern District of Illinois, Eastern Division, Case No. 09-cr-00229);
5. That in violation of Section 1050.470 of the Rules, the Licensee has not provided notification to the Department within two (2) days of the Licensee becoming the subject of a federal

agency's proceedings cited in Section 4 above which could affect the Licensee's authority to do business as an Illinois residential mortgage licensee; and

6. That the Licensee, through said owner and employees, engaged in acts cited in Section 4 above that constitute fraud, misrepresentation, deceit, or negligence in a mortgage financing transaction in violation of Section 4-5(i)(2) of the Act, and posing harm to lenders, the public, and others.

### **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 3-5 and 4-5(i)(2) of the Act, and Sections 1050.410, 1050.470 1050.1010, 1050.1110, 1050.1175, 1050.1305, 1050.1350 and 1050.2120 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 **INTERFOREST FUNDING & INVESTMENT, INC.**, License No. MB.0006632, 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 31<sup>ST</sup> DAY OF MARCH, 2009

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION  
MICHAEL T. MCRAITH, ACTING SECRETARY

DIVISION OF BANKING

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JORGE A. SOLIS, DIRECTOR

**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.].**