

STATE OF ILLINOIS

DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION

DIVISION OF BANKING

IN THE MATTER OF:

WATERSTONE MORTGAGE CORP.)	ORDER TO CEASE
Attention: Eric J. Egenhoefer)	AND DESIST
1133 Quail Court)	
Pewaukee, WI 53072)	2009-MBR-CD5

ORDER TO CEASE AND DESIST

The Director of the Department of Financial and Professional Regulation, Division of Banking of the State of Illinois (hereinafter called the "Director" or the "Division") hereby issues to WATERSTONE MORTGAGE CORP. this ORDER TO CEASE AND DESIST (the "Order"). This Order is authorized by and issued pursuant to the provisions of Sections 1-3 (d-1) and 4-1 (h-1) of the Residential Mortgage License Act of 1987 (the "Act") [205 ILCS 635].

FINDINGS OF FACT

The Director makes the following Findings of Fact:

1. The Division has investigated the facts and found that Waterstone Mortgage Corp. has been conducting residential mortgage brokerage activities at two unlicensed additional full service office or branch offices located at 250 Center, Suite 102, Vernon Hills, Illinois 60061 and 4001 Perryville Road, Loves Park, Illinois 61111 (the "Unlicensed Offices"); and
2. That the Division's findings include evidence that Waterstone Mortgage Corp. has taken and closed approximately 144 Illinois residential mortgage loans at the Unlicensed Offices and that the Division has not approved Waterstone Mortgage Corp. to conduct said activities with borrowers for Illinois residential properties from the Unlicensed Offices.

CONCLUSIONS OF LAW

Based on the Findings of Fact, the Director makes the following Conclusions of Law:

The Director has reasonable cause to believe that an unsafe, unsound, or unlawful practices has occurred, is occurring, or is about to occur with respect to Waterstone Mortgage Corp. pursuant to Sections 1-3 (d-1) and 4-1 (h-1) of the Act, and in violation of Sections 1-3(f) and 2-8 of the Act and in violation of Section 1050.350 of the Rules of the Residential

Mortgage License Act of 1987.

NOW THEREFORE IT IS HEREBY ORDERED:

Waterstone Mortgage Corp., and by and through its officers, directors, employees, and agents, shall immediately cease and desist from originating any Illinois residential mortgage business from the Unlicensed Offices, or any offices not properly licensed with the Division.

ORDERED THIS 23RD OF SEPTEMBER, 2009

DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION,
DIVISION OF BANKING of the State of Illinois;
BRENT E. ADAMS, ACTING SECRETARY

DIVISION OF BANKING
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 a hearing held 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.*].