

COMMONWEALTH OF KENTUCKY  
PUBLIC PROTECTION CABINET  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
AGENCY CASE NO. 2012-AH- 0116



IN THE MATTER OF:  
AMERICAN FINANCIAL RESOURCES, INC.  
9 SYLVAN WAY  
PARSIPPANY, NJ 07054

**AGREED ORDER**

**BACKGROUND AND FACTUAL FINDINGS**

1. American Financial Resources, Inc. ("American Financial") is licensed with the Department of Financial Institutions ("DFI") as a mortgage loan company whose principal office is located at 9 Sylvan Way, Parsippany, New Jersey 07054.
2. In 2011, an examination was conducted into the condition, workings and affairs of American Financial to determine whether: (1) it was in compliance with applicable laws and regulation; (2) its practices and policies had an adverse impact on prospective borrowers; and (3) it was being operated efficiently, fairly, and in the public interest.
3. In the course of that examination it was discovered that American Financial violated Chapter 286.8-030(1)(d) of the Kentucky Revised Statutes by conducting business with an entity (First Financial Mortgage Corp., Inc.) which employed an unregistered loan officer (Matthew Hubbard) in connection with the residential mortgage loan business in Kentucky.

**AGREEMENT AND ORDER**

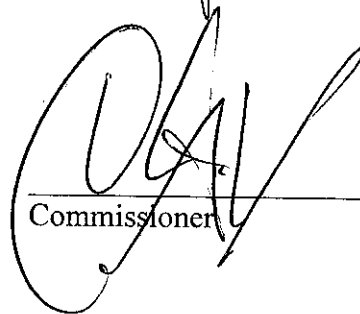
The Department of Financial Institutions and American Financial, in the interest of economically and efficiently resolving the violations described in the foregoing Background and Factual Findings, agree as follows:

1. American Financial agrees to pay a fine in the amount of Two Thousand Five Hundred Dollars (\$2,500) for the violations set forth above, which shall be made payable to the "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn: William Owsley, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601.

2. In regard to this matter, American Financial waives its right to demand a hearing, at which American Financial would be entitled to legal representation, to confront and cross examine witnesses for the Department of Financial Institutions, and to present evidence on its own behalf. Further, American Financial consents to and acknowledges the jurisdiction of the Department of Financial Institutions over this matter and that this Agreement is a matter of public record and may be disseminated as such.

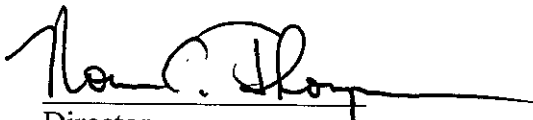
3. This Settlement Agreement shall constitute the Final Order in this matter.

IT IS SO ORDERED on this the 27<sup>th</sup> day of April, 2012.

  
\_\_\_\_\_  
Commissioner

Consented to:

This 26 day of APRIL, 2012

  
\_\_\_\_\_  
Director  
Division of Non-depository Institutions  
Department of Financial Institutions

This 23<sup>rd</sup> day of April, 2012

American Financial Resources, Inc.

BY: 

ITS: CEO