

COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION AND REGULATION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2009-AH- 046

DEPARTMENT OF FINANCIAL INSTITUTIONS

COMPLAINANT

VS.

AGREED ORDER

AMERICAN FINANCIAL RESOURCES, INC.

RESPONDENT

BACKGROUND AND FACTUAL FINDINGS

1. The Department of Financial Institutions (the "Department") is responsible for regulating and licensing mortgage loan companies, mortgage loan brokers, mortgage loan originators, and mortgage loan processors in accordance with the provisions of KRS Chapter 286.8, the Mortgage Loan Company and Mortgage Loan Broker Act (the "Act").

2. American Financial Resources, Inc. ("AFI") held an exemption from the Department from the years 2007 through 2008, in order to originate mortgage loans on Kentucky properties from its principal office located at 273 E. Main Street, Denville, NJ 07834.

3. An investigation of AFI's application for a license with the Department revealed that AFI originated loans on Kentucky properties using a loan officer, named James Jablonski, who was not registered with the Department in violation of KRS 286.8.

AGREEMENT AND ORDER

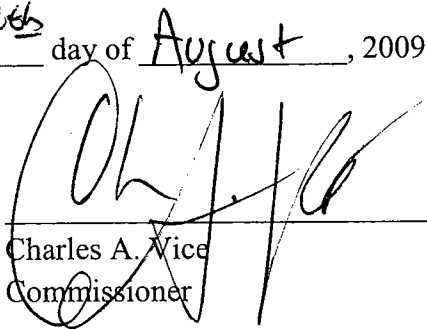
The Department of Financial Institutions and AFI, in the interest of economically and efficiently resolving the violations described in the foregoing Background and Factual Findings, agree as follows:

1. AFI agrees to pay a fine in the amount of two thousand, five hundred dollars (\$2,500), which shall be made payable to the "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn.: Sally Mooney, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601, by July 31, 2009.

2. AFI agrees that by entering into this Agreement it waives its right to a hearing, at which AFI would be entitled to be represented by counsel, to confront and cross-examine witnesses for DFI, and to present evidence on its own behalf. AFI further agrees and acknowledges the jurisdiction of DFI over this matter and that this Agreement is a matter of public record and may be disseminated as such.

3. AFI agrees that the individual signing below on behalf of AFI is authorized to execute this Order and to legally bind AFI.

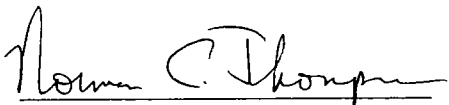
IT IS SO ORDERED on this the 4th day of August, 2009.



Charles A. Vice
Commissioner

Consented to:

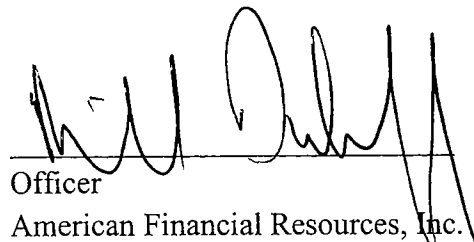
This 17 day of July, 2009



Norman C. Thompson
Division of Financial Institutions
Department of Financial Institutions

Consented to:

This 21 day of July, 2009



Officer
American Financial Resources, Inc.