

**COMMONWEALTH OF KENTUCKY
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET
OFFICE OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2007-AH-918**

IN THE MATTER OF:
AMERICAN FIRST FINANCIAL SERVICES, LLC

SETTLEMENT AGREEMENT

BACKGROUND AND FACTUAL FINDINGS

1. American First Financial Services, LLC (“American First”) is licensed with the Office of Financial Institutions (“OFI”) as a mortgage broker with its principal office located at 1709 Tazewell Pike, Suite B, Corryton, TN 37721.

2. On September 10, 2007, an examination was conducted into the condition, workings and affairs of a branch location in Louisville, Kentucky in order to determine whether: (1) it was in compliance with applicable laws and regulations; (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 First Financial Services, LLC violated Chapter 286.8 of the Kentucky Revised Statutes by employing two unregistered loan officers/originators.

AGREEMENT AND ORDER

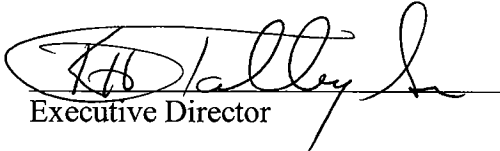
The Office of Financial Institutions and American First Financial Services, LLC in the interest of economically and efficiently resolving the issues raised in the foregoing Background and Factual Findings, agree as follows:

1. In lieu of the imposition of a fine for the violations set forth herein, the parties hereby agree that American First Financial Services, LLC shall make and tender (on or before the date of execution of this Settlement Agreement) a voluntary monetary

contribution to State Regulatory Registry, LLC, in the amount of two thousand dollars (\$2,000) to support the Nationwide Mortgage Licensing System, jointly sponsored by the Conference of State Bank Supervisors and the American Association of Residential Mortgage Regulators, with said contribution being mailed or hand-delivered to Bill Matthews, Nationwide Mortgage Licensing System, 1155 Connecticut Ave. NW, Fifth Floor, Washington, D.C. 20036-4306, with a copy of the contribution check being mailed or hand-delivered on or before the date of execution of this Settlement Agreement to the Office of Financial Institutions, Attn: Jessica Sharpe, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601.

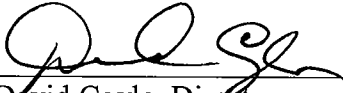
2. In regard to this matter, American First Financial Services, LLC waives its right to demand a hearing, at which American First would be entitled to legal representation, to confront and cross examine witnesses for the Office of Financial Institutions, and to present evidence on its own behalf. Further,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

IT IS SO ORDERED on this the 22nd day of January, 2008.


Executive Director

Consented to:

This 22nd day of January, 2008



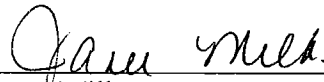
David Coyle, Director
Division of Financial Institutions
Office of Financial Institutions

This 17th day of Jan., 2008



Melinda Wilson, Owner
American First Financial
Services, LLC

This 17th day of Jan., 2008



Jane Milks, Owner
American First Financial
Services, LLC