

**COMMONWEALTH OF KENTUCKY
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET
OFFICE OF FINANCIAL INSTITUTIONS
ADMINISTRATIVE AGENCY ACTION NO. 2008-AH-003**

OFFICE OF FINANCIAL INSTITUTIONS

PETITIONER

vs.

SETTLEMENT AGREEMENT AND ORDER

CENTURY MORTGAGE COMPANY
d/b/a CENTURY LENDING COMPANY

RESPONDENT

Statement of Facts

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

2. Century Mortgage Company d/b/a Century Lending Company (“Century Mortgage Company”) was approved by OFI as a HUD-exempt mortgage loan company or mortgage loan broker at the principal location of 9920 Corporate Campus Drive, Suite 2500, Louisville, Kentucky 40223.

3. In November 2007, OFI discovered that Century Mortgage Company was operating branches in Lexington, Kentucky and Elizabethtown, Kentucky. Century Mortgage Company also operated a branch in Somerset, Kentucky that had since closed.

4. Further investigation by OFI revealed that these branches of Century Mortgage Company were never licensed or registered pursuant to Chapter 286.8, nor did they hold claims of exemption pursuant to KRS 286.8-020(3).

5. On January 28, 2008, an Order to Cease and Desist was issued against Century Mortgage Company for operating two branch locations without authorization or approval.

6. On January 30, 2008, Century Mortgage Company was approved to conduct business at the two branch locations via claims of exemption pursuant to KRS 286.8-020(3).

AGREEMENT AND ORDER

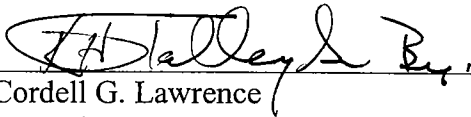
The Office of Financial Institutions and Century Mortgage Company, in the interest of economically and efficiently resolving the issues raised in the foregoing Background and Factual Findings, agree as follows:

1. Century Mortgage Company is deemed to have satisfied and complied with the requirements of the Cease and Desist Order issued on January 28, 2008.

2. Century Mortgage Company agrees to pay a fine in the amount of seven thousand five hundred (\$7,500) dollars for the violations set forth above, which shall be made payable to "Kentucky State Treasurer" and mailed to the Office of Financial Institutions, Attn: Jessica Sharpe, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601 on or before the execution of this Settlement Agreement and Order.

3. In regard to this matter, Century Mortgage Company waives its right to demand a hearing, at which Century Mortgage Company 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, Century Mortgage Company 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 12th day of February, 2008.

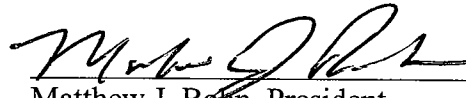

Cordell G. Lawrence
Executive Director

Consented to:

This 11th day of February, 2008.

This 5th day of February, 2008.


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


Matthew J. Bonn, President
Century Mortgage Company
d/b/a Century Lending Company