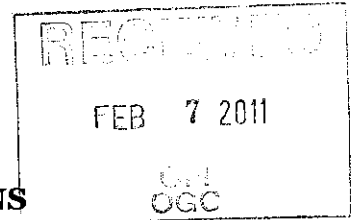


COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 20 11-AH-009



DEPARTMENT OF FINANCIAL INSTITUTIONS

COMPLAINANT

v.

AGREED ORDER

HAYNES JOHNSON

RESPONDENT

* * * * *

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

2. Haynes Johnson (“Respondent”) is, and at all times relevant herein, employed as a mortgage loan officer by Peoples Home Equity, Inc. (“PHE”), which has a branch office licensed to do business in Kentucky as a mortgage loan company under the Act. Respondent’s Nationwide Mortgage Licensing System & Registry (“NMLS”) Number is 166463. However, Respondent was not and is not registered or otherwise authorized to act as a mortgage loan originator in Kentucky at any time relevant herein.

3. During an examination of PHE on October 19, 2009, DFI discovered that Respondent engaged in actions while employed by PHE that constitute the transaction of business as a mortgage loan originator, as defined by the Act, with respect to a Kentucky mortgage loan in violation of KRS 286.8-225(1), which prohibits any natural

person from transacting business, either directly or indirectly, as a mortgage loan originator unless such person is registered with and has been issued a current certificate by DFI authorizing such business.

4. DFI possesses a range of administrative authority in addressing violations of the Act, including license revocation or denial, and/or the imposition of fines in an amount up to \$25,000 per violation. *See* KRS 286.8-046; 286.8-090.

5. In this case, DFI has assessed a fine against Respondent in the amount of one thousand dollars (\$1,000.00) for transacting business as an unregistered mortgage loan originator in Kentucky in violation of KRS 286.8-225(1).

6. In the interest of economically and efficiently resolving the allegation(s) described herein, DFI and Respondent agree as follows:

a. Respondent agrees to a fine in the amount of one thousand dollars (\$1,000.00) for the violation(s) described herein;

b. Respondent agrees to and shall pay the total fine assessed herein in four (4) equal monthly installments of two hundred and fifty dollars (\$250.00) each, with the first installment due on February 15, 2011 and each subsequent installment due on the 15th of each calendar month thereafter until paid in full. Said payments shall each be in the form of a certified check or money order made payable to "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn: Michael T. Davis, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601; and

c. Respondent shall devote the time and resources necessary to ensure continual and full compliance with all statutory requirements set forth in the Act and the regulations set forth in 808 KAR Chapter 12.

10. Respondent waives his right to demand a hearing at which he would be entitled to legal representation, to confront and cross-examine witnesses, and to present evidence on his own behalf, or to otherwise appeal or set aside this Order.

11. Respondent consents to and acknowledges the jurisdiction of DFI over this matter and that this Agreed Order is a matter of public record and may be disseminated as such.

12. In consideration of execution of this Agreed Order, Respondent for himself, and for his successors and assigns, hereby releases and forever discharges the Commonwealth of Kentucky, DFI, Office of Legal Services, and each of their members, agents, and employees in their individual capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims and demands whatsoever, known and unknown, in law or equity, that Respondent ever had, now has, may have or claim to have against any or all of the persons or entities named in this paragraph arising out of or by reason of this investigation, this disciplinary action, this settlement or its administration.

13. By signing below, the parties acknowledge they have read the foregoing Agreed Order, know and fully understand its contents, and that they are authorized to enter into and execute this Agreed Order and legally bind their respective parties.

14. This Agreed Order shall constitute the Final Order in this matter.

IT IS SO ORDERED on this the 8th day of February, 2011.

[Signature]
CHARLES A. VICE
COMMISSIONER

Consented to:

This 1st day of February, 2011.

This 1st day of February, 2011.

[Signature]
Nicole Biddle, Director
Division of Non-Depository Institutions
Department of Financial Institutions

[Signature]
William Haynes Johnson,
Respondent

ACKNOWLEDGEMENT

STATE OF South Carolina)
COUNTY OF Charleston)

On this the 1st day of February, 2011, before me,
Sharon B. Beckmann, the undersigned, **William Haynes Johnson**, did
personally appear and entered into and executed the foregoing instrument for the
purposes therein contained.

SHARON B. BECKMANN
Notary Public, South Carolina
My Commission Expires September 3, 2013

In witness whereof I hereunto set my hand,

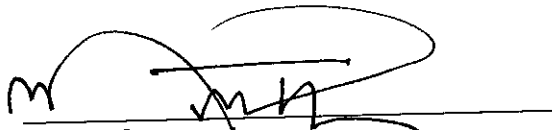
My Commission Expires:

[Signature]
Notary Public

Certificate of Service

I, Michael T. Davis, hereby certify that a copy of the foregoing **Agreed Order** was sent on this the 9th day of February, 2011, by certified mail, to the following:

Haynes Johnson
1481 Center Street Ext., Unit 1501
Mount Pleasant, SC 29464

A handwritten signature in black ink, appearing to read 'M. T. Davis', is written over a horizontal line.

Michael T. Davis
Department of Financial Institutions
1025 Capital Center Drive
Suite 200
Frankfort, Kentucky 40601
502-573-3390 ext. 240 (phone)
502-573-2183 (facsimile)
*Counsel for Complainant,
Department of Financial Institutions*