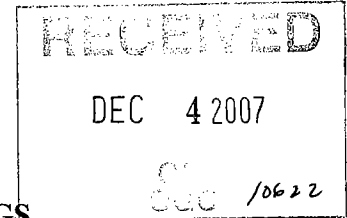


**COMMONWEALTH OF KENTUCKY  
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET  
OFFICE OF FINANCIAL INSTITUTIONS  
AGENCY CASE NO. 2007-AH-902**

IN THE MATTER OF:  
SAGAMORE HOME MORTGAGE, LLC



**SETTLEMENT AGREEMENT**

**BACKGROUND AND FACTUAL FINDINGS**

1. Sagamore Home Mortgage, LLC is licensed with the Office of Financial Institutions ("OFI") as a mortgage loan company for its principal location at 220 West Washington Street, Suite B, Lebanon, Indiana 46052 and its branch locations in Louisville, Kentucky and Evansville, Indiana.

2. On June 6, 2007, an examination was conducted into the condition, workings and affairs of the branch located 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 Sagamore Home Mortgage, LLC violated Chapter 286.8 of the Kentucky Revised Statutes by employing a person who appeared to be functioning as an unregistered loan officer/originator.

**AGREEMENT AND ORDER**

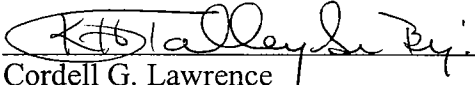
The Office of Financial Institutions and Sagamore Home Mortgage, LLC, in the interest of economically and efficiently resolving the issues raised in the foregoing Background and Factual Findings, agree as follows:

1. In lieu of the imposition of a fine for the violation set forth herein, the parties hereby agree that Sagamore Home Mortgage, LLC shall make and tender (on or before

the date of execution of this Settlement Agreement) a monetary contribution to State Regulatory Agency, LLC, in the amount of one thousand dollars (\$1,000) to support the Nationwide Mortgage Licensing System, jointly sponsored by the Conference for State Bank Supervisors and the American Association of Residential Mortgage Regulators, with said contribution being mailed or hand-delivered to the Office of Financial Institutions, Attn: Jessica Sharpe, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601.

2. In regard to this matter, Sagamore Home Mortgage, LLC waives its right to demand a hearing, at which Sagamore Home Mortgage, LLC 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, Sagamore Home Mortgage, LLC 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 6<sup>th</sup> day of December, 2007.

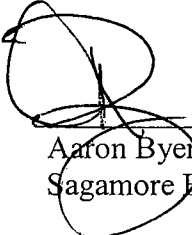
  
Cordell G. Lawrence  
Executive Director

Consented to:

This 5<sup>th</sup> day of December, 2007

This 3<sup>rd</sup> day of December, 2007

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

  
Aaron Byers, Member Manager  
Sagamore Home Mortgage, LLC