



COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2013-AH-0201

DEPARTMENT OF FINANCIAL INSTITUTIONS

COMPLAINANT

vs.

STONEGATE MORTGAGE CORPORATION

RESPONDENT

AGREED ORDER

BACKGROUND AND FACTUAL FINDINGS

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 Broker Act.
2. Stonegate Mortgage Corporation ("Stonegate") is licensed with the Department of Financial Institutions (the "DFI") as a mortgage loan company with its licensed office located at 157 S. Main St., Mansfield, Ohio 44902.
3. On December 12, 2012, an examination was conducted into the condition, workings and affairs of Stonegate 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.
4. As a result of that examination it was alleged Stonegate violated KRS. 286.8-030 and 286.8-032 by originating a mortgage loan by an unlicensed originator at an unlicensed branch.

AGREEMENT AND ORDER

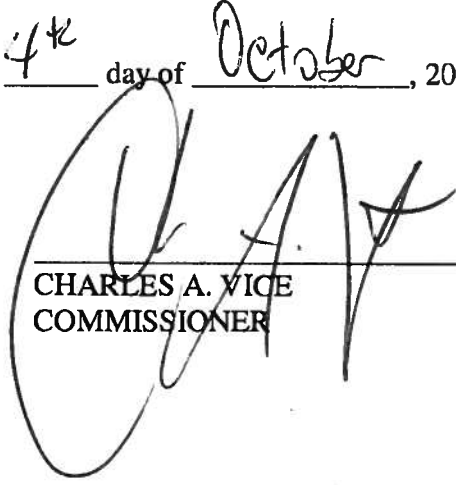
The DFI and Stonegate, in the interest of economically and efficiently resolving the violations described in the foregoing Background and Factual Findings, agree as follows:

1. Stonegate agrees, solely for the purpose of settling this matter, and without admitting any allegations or implications of fact or the existence of any violation of state or federal laws and regulations governing the conduct and operation of a mortgage lender, to pay a fine in the amount of Five Thousand (\$5,000.00) for the alleged violations set forth above, which shall be made payable to the "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn: Walker C. Cunningham III, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601.
2. In regard to this matter, Stonegate waives its right to demand a hearing, at which Stonegate would be entitled to legal representation, to confront and cross examine witnesses for the DFI, and to present evidence on its own behalf.
3. Stonegate consents to and acknowledges the jurisdiction of the DFI over this matter and that the Agreed Order is a matter of public record and may be disseminated as such.
4. Stonegate's actions as related to this matter were in no way designed to defraud or deceive DFI or consumers.
5. In consideration of the execution of this Agreed Order, Stonegate for itself, and for its successors and assigns, hereby releases and forever discharges the Commonwealth of Kentucky, Department of financial Institutions, 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 Stonegate 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.

6. By signing below, the parties acknowledge that they are authorized to execute this Order and legally bind their parties.
7. This Agreed Order shall constitute the Final Order in this matter.

IT IS SO ORDERED on this the 4th day of October, 2013.



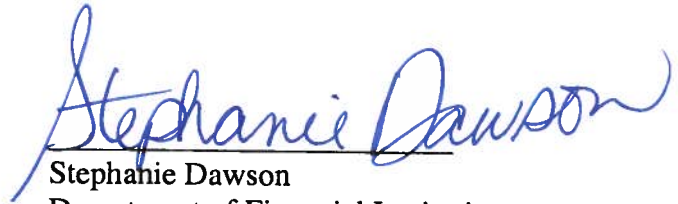
A large, stylized handwritten signature in black ink, appearing to read 'C. A. VICE', is written over a horizontal line. The signature is enclosed in a large, hand-drawn oval.

CHARLES A. VICE
COMMISSIONER

Certificate of Service

I, Stephanie Dawson, hereby certify that a copy of the foregoing **Agreed Order** was sent on this the 11th day of ~~September~~ October, 2013, by certified mail, return receipt requested, to the following:

Edward A. Klien
Barnes & Thornburg LLP
11 S. Meridian Street
Indianapolis, IN 46204-3535



Stephanie Dawson
Department of Financial Institutions
1025 Capital Center Drive
Suite 200
Frankfort, Kentucky 40601
502-573-2183 (facsimile)