

**COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2009-AH- 017**

IN THE MATTER OF:
PREFERRED MORTGAGE CONSULTANTS, INC.

AGREED ORDER

BACKGROUND AND FACTUAL FINDINGS

1. Preferred Mortgage Consultants, Inc. (“Preferred”) was exempt from the licensing and examination requirements of the Kentucky Mortgage Loan Company and Mortgage Loan Broker Act during the time it was approved and regulated by the U.S. Department of Housing and Urban Development to originate mortgage loans in Kentucky.

2. As part of the requirements for holding an exemption, Preferred submitted a list of FHA loans made on Kentucky properties to the Department of Financial Institutions (“DFI”) for loans it made in 2008.

3. The list included the names of two individuals, David Pasqualone and Michael Mazanec, who originated mortgage loans for Preferred without being registered as loan officers with DFI as required by KRS 286.8-255.

4. By allowing Mr. Pasqualone and Mr. Mazanec to broker mortgage loans on Kentucky properties without being registered with DFI, Preferred was in violation of KRS 286.8-030 and KRS 286.8-090, which makes it unlawful for any mortgage loan company or mortgage loan broker to employ or use, with or without compensation, a mortgage loan originator or a mortgage loan processor if the mortgage loan originator is not registered in accordance with KRS 286.8-255

AGREEMENT AND ORDER

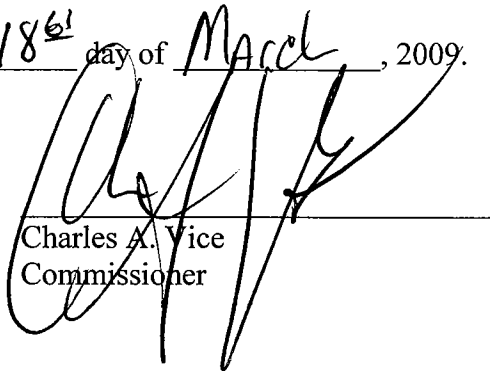
The DFI and Preferred in the interest of economically and efficiently resolving the violations described in the foregoing Background and Factual Findings, agree as follows:

1. Preferred agrees to pay a fine in the amount of five thousand dollars (\$5000), which shall be made payable to the "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn: Sally Mooney, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601 by March 25, 2009.

3. Preferred agrees that by entering into this Agreement it waives its right to a hearing at which Preferred would be entitled to be represented by counsel, to confront and cross examine witnesses for DFI, and to present evidence on its own behalf.

Preferred further agrees and acknowledges the jurisdiction of DFI over this matter and that this Agreement is a matter of public record and may be disseminated as such.

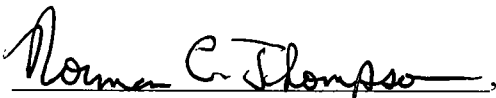
IT IS SO ORDERED on this the 18th day of March, 2009.



Charles A. Vice
Commissioner

Consented to:

This 10 day of March, 2009



Norman C. Thompson
Division of Financial Institutions
Department of Financial Institutions

Consented to:

This 17 day of March, 2009



Brian Duskocil
Preferred Mortgage Consultants, Inc.