

STATE OF ARKANSAS
SECURITIES DEPARTMENT

IN THE MATTER OF

C-07-025-07-CO01

LENDIA, LLC

LICENSE NO. 11640

RESPONDENT

CONSENT ORDER DENYING ADDITION OF MORTGAGE BANKER

This Consent Order is entered pursuant to the Arkansas Fair Mortgage Lending Act, codified at Ark. Code Ann. § 23-39-501, *et seq.* (“the Act”), and the Arkansas Administrative Procedures Act, codified at Ark. Code Ann. §§ 25-15-201, *et seq.* in accordance with an agreement by and between the Staff of the Arkansas Securities Department (“the Staff”) and LENDIA, LLC (“LENDIA”) in full settlement of all matters and claims arising pursuant to the Complaint filed in the same title matter. LENDIA enters into this Consent Order for the purpose of resolving allegations by the Staff of its failure to provide the Arkansas Securities Department (“Department”) with the required surety bond in the appropriate amount or respond to the Department of its intent for ongoing mortgage loan activity in the State of Arkansas, consents to the entry of this order and agrees to abide by its terms.

AUTHORITY

1. This proceeding is instituted pursuant to the Arkansas Fair Mortgage Lending Act (“the Act”), codified at Ark. Code Ann. §§ 23-39-501, *et seq.*, the Rules

of the Arkansas Securities Commissioner promulgated thereunder (“Rules”), and the Arkansas Administrative Procedure Act, codified at Ark. Code Ann. §§ 25-15-201, *et seq.*

JURISDICTION

2. Lendia at the time of all actions and is currently a licensed mortgage broker with the Arkansas Securities Department (“Department”), Arkansas license number 11640.

FINDINGS OF FACTS

3. Lendia filed a FMLA Form 011 on January 5, 2007, with the Department to change its business activities to mortgage banker in the State of Arkansas, adding it to its license.
4. Lendia has a surety bond on record with the Arkansas Securities Commissioner, 41086816. It is in the amount of fifty thousand dollars (\$50,000).
5. Lendia was notified on January 11, 2007, February 28, 2007, March 24, 2007, and March 21, 2007 that an increase to its surety bond was required to one hundred thousand dollars (\$100,000) if it planned on adding mortgage banker to its Arkansas license.
6. A Notice of Intent to Seek Denial of Addition of Banker to License was forwarded to Lendia on April 10, 2007. Lendia was notified that if an increase to its surety bond and a statement confirming Lendia had not

conducted any mortgage banking activities in the State during this time period was not provided on or before May 25, 2007, the Staff of the Department would recommend denial of the addition of mortgage banker to Lendia's license.

7. Lendia has not provided a new surety bond reflecting the statutory amount of \$100,000, nor a rider reflecting the statutory amount of \$100,000.
8. Lendia provided a statement on June 15, 2007, confirming Lendia had not conducted any mortgage banking activities in the State.
9. Lendia has requested to withdraw the mortgage banker application submission and requests the opportunity to submit a new application with the correct bond coverage at a later date.


RELEVANT ARKANSAS STATUTES AND RULES

10. Ark. Code Ann. § 23-39-505(f) (1) requires that a mortgage banker desiring to be licensed as such in Arkansas to obtain maintain a surety bond in the amount of one hundred thousand dollars (\$100,000.00) and a mortgage broker desiring to be licensed in Arkansas obtain a surety bond in the amount of fifty-thousand dollars (\$50,000) on file with the Arkansas Securities Commissioner.
11. Ark. Code Ann. § 23-39-514 (a) (2) (B) and (c) (1) provides that any licensee or applicant that does not comply with this section may have their license suspended or denied by the Arkansas Securities Commissioner.

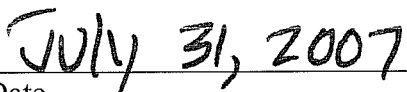
ORDER

IT IS HEREBY ORDERED, pursuant to the agreement of the Staff, and LENDIA, that the mortgage banker addition to LENDIA's license is hereby denied until such time as LENDIA can provide the appropriate surety bond in the amount of one hundred thousand dollars (\$100,000). In addition, LENDIA confirms that the company has not conducted any mortgage banking activity in the State of Arkansas; if however, the Staff of the Department discovers that LENDIA has conducted mortgage banking activity without the appropriate surety bond in place or violates or fails to comply with the terms of the Consent Order or otherwise fails to comply with the laws of the State of Arkansas with respect to the business it conducts here, LENDIA agrees to voluntarily withdraw its mortgage broker license from the State of Arkansas for a term of five (5) years.

IT IS SO ORDERED:



Michael B. Johnson
Arkansas Securities Commissioner



Date

I agree to, acknowledge, and shall be bound by the terms of this Consent Order and shall abide thereby.

Gregory G. O'Connor, President
Lendia, LLC

Date

ORDER


IT IS HEREBY ORDERED, pursuant to the agreement of the Staff, and LENDIA, that the mortgage banker addition to LENDIA's license is hereby denied until such time as LENDIA can provide the appropriate surety bond in the amount of one hundred thousand dollars (\$100,000). In addition, LENDIA confirms that the company has not conducted any mortgage banking activity in the State of Arkansas; if however, the Staff of the Department discovers that LENDIA has conducted mortgage banking activity without the appropriate surety bond in place or violates or fails to comply with the terms of the Consent Order or otherwise fails to comply with the laws of the State of Arkansas with respect to the business it conducts here, LENDIA agrees to voluntarily withdraw its mortgage broker license from the State of Arkansas for a term of five (5) years.

IT IS SO ORDERED:

Michael B. Johnson
Arkansas Securities Commissioner

Date

I agree to, acknowledge, and shall be bound by the terms of this Consent Order and shall abide thereby.



Gregory G. O'Connor, President
Lendia, LLC

Date

7-27-07

AFFIDAVIT

State of Massachusetts

County of Worcester

I, _____, Gregory G. O'Connor, the President of Lendia, LLC, whose name appears on the attached Consent Order in that capacity, personally appearing before the undersigned authority and first being duly sworn, do hereby declare to the undersigned authority under penalty of perjury that Lendia, LLC has not conducted any mortgage banking activity in the State of Arkansas. I also declare, sign, and execute the Consent Order, sign it willingly, execute it as a free and voluntary act for the purposes therein express.

[Signature] [Signature of Gregory G. O'Connor, President, Lendia, LLC]

Subscribed, sworn, and acknowledged before me,

Diane Tricia Kenyon, a notary public, by
Gregory G. O'Connor, the President, this
27 day of July, 2007.

[NOTARIAL SEAL]

Diane Tricia Kenyon

Notary Public's Signature

**MY COMMISSION EXPIRES
MARCH 15, 2013**

My Commission Expires: _____