

STATE OF ILLINOIS
DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DIVISION OF BANKING

IN THE MATTER OF)
)
) No. 2008-MBR-69
)
QUANTUM FINANCIAL MORTGAGE CORP.)
ATTN: Bahidad Javid)
2908 W. Peterson Avenue)
Chicago, IL 60659)
License No.0003015)

ORDER SUSPENDING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the "Department"), having conducted a review of activities conducted by Quantum Financial Mortgage Corporation, 2908 W. Peterson Avenue, Chicago, Illinois, 60659 (the "Licensee"), and having documented violations of the Residential Mortgage License Act of 1987 (the "Act") [205 ILCS 635] and the rules promulgated under the Act (the "Rules") [38 Ill. Adm. Code 1050], hereby issues this ORDER pursuant to the authority provided under Section 4-5(h)(2) of the Act. The Department makes the following:

FINDINGS

1. That Quantum Financial Mortgage Corporation, is an Illinois residential mortgage licensee holding license number MB.0003015 (the "License"), and located at 2908 W. Peterson Avenue, Chicago, Illinois, 60659;
2. That Licensee has failed to perform one or more of the requirements of the Act and Rules described below:
 - a. Failure to make timely response to supervisory letter, (205 ILCS 635/4-1(r))
 - b. Failure to comply with advertising requirements (205 ILCS 635/3-3 and 38 Ill. Admin. Code 1050.940); and
 - c. Failure to comply with maintenance of records (38 Ill. Admin. Code 1050.1175).
3. That on October 30, 2006, the Department conducted an examination of Licensee and the examiner found net worth and other violations that were referred to Supervision;
4. That on July 13, 2007, the Department requested a scheduled supervisory meeting with Licensee to be held on August 14, 2007, covering the Report of Examination and Letter of Supervision;

5. That on August 14, 2007, the supervisory meeting was held with Licensee, and that the Department sent to Licensee on September 7, 2007, a letter to Licensee via U.S. first-class mail service advising Licensee, that Licensee must provide a written response and supported documents as listed in the letter by October 24, 2007;
6. That on January 24, 2008, the Department sent to Licensee an additional letter via U.S. first-class mail service advising Licensee that the Department has not received a complete response and that a written due date of February 7, 2008 was given;
7. That on February 6, 2008, the Department received a partial written response from Licensee;
8. That on February 11, 2008, the Department sent to Licensee an additional letter via U.S. first-class mail service advising Licensee that the Department had reviewed its late response, and that Licensee was given a written due date of March 11, 2008;
9. That on March 12, 2008, the Department received a partial written response from Licensee;
10. That on March 19, 2008, the Department sent to Licensee an additional letter via U.S. first-class mail service advising Licensee that the Department had reviewed its late response, and that Licensee was given a written due date of April 9, 2008;
11. That on or around March 25, 2008, the Department opened a second enforcement issue from a complaint received by the Appraisal Section of the Division of Professional Regulation (DPR) that Licensee failed to produce a loan file under investigation and subpoena by DPR, and Licensee provided the loan file late only after repeated requests by the Department;
12. That on April 1, 2008, the License lapsed inactive due to Licensee's failure to timely renew the License;
13. That on April 18, 2008, the Department sent to Licensee an additional letter via U.S. first-class mail service advising Licensee of its late response, subjecting it to penalty fees, a written due date of April 28, 2007 was given;
14. That a Potential Disciplinary Letter was sent to Licensee on May 6, 2008 via U.S. first-class mail service and certified mail; and
15. That Licensee has engaged in a pattern of late and incomplete responses and filings with the Department, has not fully responded to the Department's supervisory requests, and has failed to provide documentation of net worth.

CONCLUSIONS

BASED UPON THE ABOVE FINDINGS, THE DEPARTMENT IS OF THE OPINION AND CONCLUDES:

That notwithstanding notices and other efforts by the Department, Licensee is in violation of Sections 3-3 and 4-1(r) of the Act and Sections 1050.940 and 1050.1175 of the Rules, and is in further violation of Sections 4-5(i)(11), (13), and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED that the license of **QUANTUM FINANCIAL MORTGAGE CORPORATION**, License No. MB.0003015 is suspended by Order of the Department pursuant to Section 4-5(h)(2) of the Act for failure to comply with the provisions cited herein of the Act and rules, effective ten days after receipt of this Order, unless you request a hearing pursuant to the Act and Subpart N of the Rules, including remitting the hearing fee required by Section 1050.210 of the Rules.

ORDERED THIS 26TH DAY OF JUNE, 2008

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DEAN MARTINEZ, SECRETARY

DIVISION OF BANKING
JORGE A. SOLIS, DIRECTOR

REYNOLD M. BENJAMIN
Assistant Director, Division of Banking

You are hereby notified that this Order is an administrative decision. Pursuant to 205 ILCS 635/4-12 and 38 Ill. Adm. Code, 1050.1510 et seq. any party may file a request for a hearing on an administrative decision. The request for a hearing shall be filed within 10 days after the receipt of an administrative decision and, if so requested, a hearing shall be held on the administrative decision, by the Department of Financial and Professional Regulation, Division of Banking. Absent a request for a hearing, this Order shall constitute a final administrative Order subject to the Administrative Review Law [735 ILCS 5/3-101 et seq.].