

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

IN THE MATTER OF:)
)
) No. 2010-LO-09
RAYMOND CHENG)
3258 South Lowe Avenue)
Chicago, IL 60616)

**ORDER ASSESSING FINE AND IMPOSING SUSPENSION ON
LOAN ORIGINATOR REGISTRATION**

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking, (the “Department”), having conducted an investigation of the facts related to registered Loan Originator Raymond Cheng, (the “Registrant”), 3258 South Lowe Avenue, Chicago, Illinois 60616, and having found that the Registrant has committed violations cited herein of the Residential Mortgage License Act of 1987 (the “Act”) [205 ILCS 635], and of the rules promulgated under the Act (the “Rules”) [38 Ill. Adm. Code 1050], hereby issues this Order pursuant to the authority provided under Section 7-1 of the Act and Sections 1050.2170(a)(1)&(2) of the Rules. The Department makes the following findings:

FINDINGS

1. That Registrant is an Illinois Loan Originator Registrant holding certificate of registration No. 031.0009801 and having the address of 3258 South Lowe Avenue, Chicago, Illinois 60616;
2. That Registrant was owner of and sponsored by Infinity Mortgage Services, Inc. (License No. MB.6760033; hereinafter “Licensee”) for all purposes of this Order;
3. That on October 26, 2009, the Department opened an investigation into Registrant because the Manager of Department’s Loan Originator Section found that Registrant wrote on a transfer application from Licensee to Everett Financial, Inc d/b/a Supreme Lending (MB. 6760323; hereinafter “Supreme Lending”) that the effective date of the transfer was March 13, 2009 but the transfer was signed on October 21, 2009. Although, when Registrant renewed online for the 2008-2009 renewal period he did not note any changes to his sponsorship;
4. That through the investigation the Department Investigator (the “Investigator”) confronted Registrant, who was found still working for Licensee, Registrant admitted he was contemplating surrendering the license for Licensee and was going to transfer to Supreme Lending to “test the waters” but he claimed he had not started working there yet;

5. That the Investigator spoke with the branch manager of Supreme Lending who informed the Investigator that Registrant did in fact originate two loans for Supreme Lending;
6. That the Investigator interviewed the two consumers who supposedly had loans originated by Registrant through Supreme Lending. Both consumers identified him as the loan originator originating their loans even though one of the applications was signed by the branch manager of Supreme Lending;
7. That by Registrant lying on his renewal in order to avoid paying a fee twice, by originating loans for a company he was not sponsored by and having another loan originator who was sponsored by Supreme Lending to signoff for the loan to be funded was not only dishonest, it was a misrepresentation to the consumers and lenders involved in violation of the Act and Rules.

CONCLUSIONS

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

Registrant's activities under Certificate of Registration No. 031.0009801 cited herein warrant a fine and suspension pursuant to Rules Sections 1050.2165(a),(b),(c) and (e).

ORDER

NOW THEREFORE IT IS HEREBY ORDERED:

1. That Raymond Cheng's Certificate of Registration No. 031.0009801 shall be suspended for a period of one hundred eighty (180) days following the execution of this order pursuant to Rule section 1050.2170 (a)(1).
2. That Raymond Cheng shall be and hereby is assessed a fine of \$5,000 for violating the Act and Rules cited herein pursuant to Rules section 1050.2170(a)(2);
3. The total fine in the amount of \$5,000 shall be due thirty (30) days after the effective date of this Order; and
4. The fine in the amount of \$5,000 shall be paid by means of a certified check or money order made payable to the:

**Department of Financial and Professional Regulation
Division of Banking
ATTN: Loan Originator Section
320 W. Washington
Springfield, Illinois, 62786**

ORDERED THIS ____ DAY OF _____, 2010

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
BRENT E. ADAMS, SECRETARY

DIVISION OF BANKING

JORGE A. SOLIS, DIRECTOR

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. You have the opportunity to request a hearing regarding this matter for a fee of \$250 plus the transcript fee pursuant to 38 Ill. Adm. Code 1050.2175. The request for a hearing shall be filed within 10 days after the receipt of an administrative decision. A hearing shall be held by the Department of Financial and Professional Regulation, Division of Banking on the administrative decision. Absent a request for a hearing, this Order shall constitute a final administrative decision subject to the Administrative Review Law [735 ICLS 5/3-101 *et seq.*]

State of Illinois (
 (ss:
 County of Cook ((

The undersigned, being duly sworn on oath, states that on ____/____/____, I mailed with sufficient postage affixed, a copy of the foregoing **ORDER ASSESSING FINE AND IMPOSING SUSPENSION ON LOAN ORIGINATOR REGISTRATION** by regular and certified mail, return receipt requested at 122 S. Michigan Avenue, Suite 1900, Chicago, Illinois 60603, to the address of Registrant's Licensee registered with IDFPR Division of Banking listed below:

RAYMOND CHENG
3258 South Lowe Avenue
Chicago, IL 60616

AFFIANT

Subscribed and sworn to before me,
this ____ day of _____, 2010

NOTARY PUBLIC
