

1 DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
2 DIVISION OF FINANCE AND CORPORATE SECURITIES
3 FINANCE SECTION
4 BEFORE THE DIRECTOR OF THE DEPARTMENT OF CONSUMER AND BUSINESS SERVICES

5 In the Matter of:

M-03-0043

6 Bob Forrest Inc. dba Bob Forrest
7 Loans and Investments,

ORDER OF ISSUANCE OF CONDITIONAL
MORTGAGE BANKER/BROKER LICENSE

8 Respondent.

And
9 CONSENT TO ENTRY OF ORDER

10 The Director of the Department of Consumer and Business Services
11 for the State of Oregon (hereinafter "the Director") acting by the authority of
12 the Oregon Mortgage Lender Law, Chapter 59 of the Oregon Revised
13 Statutes (hereinafter cited as "the Oregon Mortgage Lender Law), hereby
14 issues the following Findings of Fact, Conclusions of Law, Order and Notice
15 of Right to a Public Hearing:

16 FINDINGS OF FACT

17 The Director FINDS that:

- 18 1. Bob Forrest Inc. dba Bob Forrest Loans and Investments (hereinafter,
19 "Respondent"), is an Oregon corporation formed on January 1, 2000 with a principal
20 place of business at 1884 Delta Waters Road in Medford, Oregon. The Director has
21 licensed Respondent to act as a mortgage banker/broker since September 28, 1994.
- 22 2. On August 28, 2003, Respondent submitted an application to renew
23 Respondent's Oregon mortgage banker/broker license.
- 24 3. Respondent provided as part of the application information a balance sheet
25 as of December 31, 2002 and a profit and loss statement for the period January through
26 December 2002.

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387



1 4. The balance sheet indicates that Respondent has total assets of
2 \$54,496.53.

3 5. The balance sheet indicates that Respondent has total current liabilities of
4 \$85,055.51 and long term liabilities of \$16,284.51 for total liabilities of \$101,340.02

5 6. The balance sheet indicates that Respondent has a negative equity of
6 \$46,843.49.

7 7. The profit and loss statement indicates that Respondent's income for the
8 year 2002 was \$199,139.75 while expenses totaled \$204,072.03 for a net loss of
9 \$4,932.28.

10 8. As a result, Respondent is insolvent in the sense that the liabilities of
11 Respondent exceed Respondent's assets.

12 CONCLUSIONS OF LAW

13 The Director **CONCLUDES** that:

14 1. Respondent is insolvent in the sense that Respondent 's liabilities exceed
15 Respondent's assets which constitutes grounds pursuant to ORS 59.865(1) to condition
16 any Oregon mortgage lender license issued to Respondent.

17 ORDER

18 **NOW, THEREFORE, THE DIRECTOR ISSUES THE FOLLOWING ORDER:**

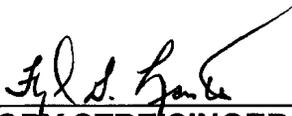
19 The Director, pursuant to ORS 59.865, hereby **ISSUES A CONDITIONAL**
20 **MORTGAGE LENDER LICENSE** to Bob Forrest Inc. dba Bob Forrest Loans and
21 Investments requiring Respondent to provide the Director with quarterly financial
22 statements so that the Director may monitor Respondent's financial position to
23 determine if further action is necessary. Financial statements consisting of a profit and
24 loss statement and balance sheet shall be provided on the first day of the second
25 month following the end of the quarter until the license is surrendered, cancelled, or
26 otherwise not renewed or until further order of the Director, whichever shall occur first.



1 The first financial statements shall be due by February 1, 2004 covering the period
2 between October 1, 2003 and December 31, 2003 and shall continue forth in that
3 format. Failure to provide the ordered financial statements shall constitute grounds
4 under ORS 59.865(11) to revoke the mortgage banker/broker license issued to
5 Respondent.

6 The entry of this Order in no way limits further remedies which may be available
7 to the Director under Oregon law.

8 Dated this 3rd day of OCTOBER, 2003, at Salem, Oregon.

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11 
12 **CORY STREISINGER, DIRECTOR**
13 **DEPARTMENT OF CONSUMER & BUSINESS SERVICES**
14 **STATE OF OREGON**

15 **CORPORATE CONSENT TO ENTRY OF ORDER**

16 I, Bob Forrest, state that I am an officer of Bob Forrest Inc. dba Bob Forrest
17 Loans and Investments, and I am authorized to act on its behalf; that I have read the
18 foregoing Order and that I know and fully understand the contents hereof; that I and this
19 entity have been advised of the right to a hearing and of the right to be represented by
20 counsel in this matter; that Bob Forrest Inc. dba Bob Forrest Loans and Investments
21 voluntarily and without any force or duress, consents to the entry of this Order,
22 expressly waiving any right to a hearing in this matter; that Bob Forrest Inc. dba Bob
23 Forrest Loans and Investments understands that the Director reserves the right to take
24 further actions to enforce this Order or to take appropriate action upon discovery of
25 other violations of the Oregon Securities Law; and that Bob Forrest Inc. dba Bob Forrest
26 Loans and Investments will fully comply with the terms and conditions stated herein.

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1 Bob Forrest Inc. dba Bob Forrest Loans and Investments further assures the
2 Director that neither Bob Forrest Inc. dba Bob Forrest Loans and Investments nor its
3 officers, directors, employees or agents will effect mortgage transactions in Oregon
4 unless such activities are in full compliance with Chapter 59 of the Oregon Revised
5 Statutes.

6 Bob Forrest Inc. dba Bob Forrest Loans and Investments understands that this
7 Consent Order is a public document.

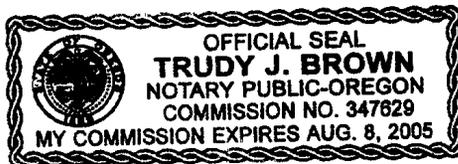
8 Dated this 29th day of Sept., 2003.

9
10 By Robert Forrest
(Signature of officer)
11 Pres
(Office Held)
12
13

14 CORPORATE ACKNOWLEDGMENT

15 There appeared before me this 29th day of Sept., 2003, Bob Forrest, who was
16 first duly sworn on oath, and stated that he was and is President of Bob Forrest
17 Inc. dba Bob Forrest Loans and Investments and that he is authorized and empowered
18 to sign this Consent to Entry of Order on behalf of Bob Forrest Inc. dba Bob Forrest
19 Loans and Investments., and to bind Bob Forrest Inc. dba Bob Forrest Loans and
20 Investments to the terms hereof.

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21
22 Trudy J. Brown
(Individual)

23
24 Trudy J. Brown
(Printed Name of Notary Public)
Notary Public
for the State of: OREGON
My commission expires: 8/08/05
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