STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCIAL REGULATION

In the Matter of: National Pacific Lending, NMLS #240639, Respondent.	Case No. M-17-0091 ORDER TO CEASE AND DESIST, FINAL ORDER ASSESSING CIVIL PENALTIES AND CONSENT TO ENTRY OF ORDER

The Director of the Department of Consumer and Business Services for the State of Oregon ("Director"), acting pursuant to the authority contained in Oregon Revised Statutes ("ORS") 86A.100 et seq. and Oregon Administrative Rules ("OAR") 441-850-0005 through 441-885-0010 ("Oregon Mortgage Lender Law") and having investigated the activities of National Pacific Lending ("NPL"), and

WHEREAS NPL wishes to resolve and settle this matter with the Director,

NOW THEREFORE, as evidenced by the authorized signature subscribed on this order, NPL hereby CONSENTS to entry of this order upon the Director's Findings of Fact and Conclusions of Law as stated hereinafter:

FINDINGS OF FACT

The Director FINDS that:

1. NPL is a California Corporation registered on March 22, 1999.

2. NPL, NMLS #240639, obtained an Oregon mortgage broker/banker license from the Division of Finance and Corporate Securities, currently known as the Division of Financial Regulation ("Division"), on October 21, 1999[1].

3. NPS's principal place of business is located at 9891 Irvine Center Drive,

[1] NPL was not licensed between January 23, 2015 and May 4, 2015. NPL has been continuously licensed since May 4, 2015.

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

#150, Irvine, CA 92618.

4. In 2011 the Nationwide Mortgage Licensing System ("NMLS") released the mortgage call report ("MCR") functionality. The MCR includes a licensed mortgage broker or banker's Residential Mortgage Loan Activity ("RMLA") that is compiled and submitted by the company to NMLS on a quarterly basis, and for standard filers like NPL, a financial condition report must be filed annually 90 days after the end of the company's fiscal year.

5. The quarterly reports are due 45 days following the end of each quarter such that the first quarter ("Q1") MCR was due on May 15, 2017.

6. NPL employed at least one licensed loan originator during the 2017 Q1.

7. Since NPL had not filed the 2017 Q1 MCR with Oregon RMLA, on May 1, 2017, the Division sent an e-mail to NPL's e-mail address of record notifying of the filing deadline.

8. The email was sent to reem@emortgage4u.com which has been the e-mail address of record for NPL at all times relevant to this order.

9. Since NPL had not filed the 2017 Q1 MCR by the deadline, on May 16, 2017, NMLS automatically placed a deficiency on NPL's license notifying of the obligation to file the 2017 Q1 MCR. The deficiency sends an email to the licensee.

10. On June 1, 2017, the Division sent an e-mail to NPL's address of record notifying that it must file the 2017 Q1 MCR, and if it did not do so by July 1, 2017, the matter would be referred for enforcement action to impose a civil penalty.

11. Also on June 1, 2017, the Division sent a letter to NPL's principal place of business notifying that the report had to be filed on July 1, 2017 or the matter would be referred for enforcement action to impose a civil penalty.

CONCLUSIONS OF LAW

The Director CONCLUDES that:

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

12. By failing to file the 2017 Q1 MCR including RMLA for Oregon in NMLS by May 15, 2017, NPL violated ORS 86A.239(2) and OAR 441-865-0025.

13. Pursuant to ORS 86A.992, the Director may assess civil penalties of up to $5,000 per violation of the Oregon Mortgage Lender Law.

ORDERS

Now therefore, the Director issues the following Orders:

14. As authorized by ORS 86A.127, the Director ORDERS NPL to CEASE AND DESIST from violating any provision of Oregon's Mortgage Lender Law.

15. The Director hereby proposes to order NPL to pay a civil penalty of $1,000 for the violation of ORS 86A.239(2) and OAR 441-865-0025.

SO ORDERED this 31st day of July, 2017.

PATRICK M. ALLEN, Director
Department of Consumer and Business Services

/s/ David Tatman
David C. Tatman, Chief of Enforcement
Division of Financial Regulation

[The remainder of this page intentionally left blank.]

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

ENTITY CONSENT TO ENTRY OF ORDER

I, REEM KURDMISTO, state that I am an officer of National Pacific Lending and I am authorized to act on its behalf. I have read the foregoing order, and I know and fully understand the contents hereof. I have been advised of the right to a hearing and of the right to be represented by counsel in this matter. National Pacific Lending voluntarily and without any force or duress consents to the entry of this order expressly waiving any right to a hearing in this matter National Pacific Lending understands that the Director reserves the right to take further actions to enforce this order or to take appropriate action upon discovery of other violations of the Oregon Insurance Code. National Pacific Lending will fully comply with the terms and conditions stated herein.

National Pacific Lending understands that this order is a public document.

NATIONAL PACIFIC LENDING

/s/ Reem Kurdmisto
Signature

State of California

County of Orange

There appeared before me on this 19 day of July , 2017, REEM KURDMISTO who was first duly sworn on oath, and stated that he/she was and is an officer of National Pacific Lending and that he/she is authorized and empowered to sign this Consent to Entry of Order on behalf of National Pacific Lending and to bind National Pacific Lending to the terms hereof.

/s/ Laura Lozano
Notary Public

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