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California Corporations Commissioner
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BEFORE THE DEPARTMENT OF CORPORATIONS

OF THE STATE OF CALIFORNIA

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| In the Matter of the Accusation of THE CALIFORNIA CORPORATIONS COMMISSIONER,<br><br>Complainant,<br><br>vs.<br><br>CAMBRIDGE HOME CAPITAL, LLC,<br><br>Respondent. | File No.: 413-0378<br><br>ORDER REVOKING CALIFORNIA RESIDENTIAL MORTGAGE LENDER LICENSE |

The California Corporations Commissioner ("Commissioner") finds:

1. Respondent Cambridge Home Capital, LLC ("Cambridge") is a residential mortgage lender licensed by the Commissioner pursuant to the California Residential Mortgage Lending Act (California Financial Code § 50000 et seq.) ("CRMLA"). Cambridge has its main office located at 80 Cuttermill Road, Suite 408, Great Neck, New York 11021.

2. Pursuant to Financial Code sections 50307 and 50401, all licensees under the CRMLA are required to file an annual Report of Principal Amount of Loans and Aggregate Amount of Loans Serviced ("Activity Report") on or before March 1 of each year for the preceding 12 month period ended December 31. All CRMLA licensees are also required to include the Report on Non-traditional Adjustable rate and Mortgage Loan Products ("Non-traditional Report") and Non-

State of California – Department of Corporations

traditional, Adjustable Rate and Mortgage Loan Survey ("Survey") with the Activity Report.

3. On January 29, 2010, Activity Report, Non-traditional Report, and Survey forms were sent to all CRMLA licensees with a notice that the Activity Report, Non-traditional Report, and Survey were due on March 1, 2010. Cambridge failed to submit the Activity Report, Non-traditional Report, and Survey by the March 1, 2010 deadline.

4. On August 12, 2010, a follow up letter was sent to Cambridge demanding the Activity Report, Non-traditional Report, and Survey be filed no later than August 22, 2010, and assessing Cambridge a penalty of $1,000.00 pursuant to Financial Code section 50326. Cambridge was notified in the letter that failure to file to the Activity Report, Non-traditional Report, Survey and/or pay the penalty by August 22, 2010 would result in an action to either suspend or revoke its license. Cambridge has yet to submit the Activity Report, Non-traditional Report, and Survey or pay the $1,000 penalty as required by Financial Code sections 50307, 50326 and 50401.

5. Pursuant to Financial Code section 50200, Cambridge was required to submit its audited financial statement for its fiscal year ended December 31, 2009 to include an Independent Auditor's Report on Internal Control and an Independent Auditor's Report that the audit was conducted in accordance with the Consolidated Audit Guide for Audits of HUD Programs, if applicable ("2009 audit report"), to the Commissioner by April 15, 2003. Cambridge has yet to file its 2009 audit report with the Commissioner despite numerous reminders.

6. On December 21, 2009, Cambridge was notified in writing that its 2009 audit report was due April 15, 2010. Cambridge failed to submit the 2009 audit report by April 15, 2010.

7. On June 23, 2010, a further letter was sent to Cambridge demanding the 2009 audit report be filed no later than July 3, 2010. Cambridge was notified in the letter that failure to file to the 2009 audit report by July 3, 2010 would result in an administrative action.

8. Cambridge has yet to submit the 2009 audit report as required by Financial Code section 50200.

9. Pursuant to Financial Code section 50205, all CRMLA licensees are required to maintain a surety bond in the minimum amount of $50,000.00. The surety bond of Cambridge was canceled effective September 2, 2010, and no replacement surety bond has been obtained by



State of California – Department of Corporations

Cambridge.

10. On September 2, 2010, the Commissioner issued an Order to Discontinue Residential Mortgage Lending Activities to Cambridge pursuant to Financial Code section 50319 for failure to maintain the required surety bond.

11. Cambridge has yet to obtain a replacement surety bond in violation of Financial Code section 50205.

12. Pursuant to Financial Code section 50002.5, all CRMLA licensees were required to transition their CRMLA license(s) to the National Mortgage Licensing System ("NMLS") on or before July 31, 2010. Cambridge has yet to file a transition request through NMLS for its CRMLA license in violation of Financial Code section 50002.5.

13. Failure to file an Activity Report, Non-traditional Report, Survey, Audit Report, maintain a surety bond, transition to the NMLS system, and/or pay assessed penalties are grounds under Financial Code section 50327 for the revocation of a license issued under the CRMLA.

14. On October 26, 2010, the Commissioner issued a Notice of Intention to Issue Order Revoking Residential Mortgage Lender License, Accusation and accompanying documents against Cambridge based upon the above, and Cambridge was served with those documents on October 26, 2010 via certified, return-receipt mail at its licensed location on file with the California Department of Corporations. The Department has received no request for a hearing from Cambridge or any other response and the time to request a hearing has expired.

NOW GOOD CAUSE APPEARING THEREFORE, it is hereby ordered that the residential mortgage lender license issued by the Commissioner to Cambridge is hereby revoked. This order is effective as of the date hereof. Pursuant to Financial Code section 50311, Cambridge has sixty days within which to complete any loans for which it had commitments.

Dated: November 23, 2010
Los Angeles, CA

PRESTON DuFAUCHARD
California Corporations Commissioner

By_____
Alan S. Weinger
Deputy Commissioner



State of California – Department of Corporations