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BEFORE THE ARKANSAS SECURITIES COMMISSIONER

ARKANSAS SECURITIES DEPT.

CASE NO. C-12-0132

IN THE MATTER OF:

ORDER NO. C-12-0132-12-OR01

GMFS LLC

CONSENT ORDER

This Consent Order is entered pursuant to the Arkansas Fair Mortgage Lending Act (“FMLA”), Ark. Code Ann. §§ 23-39-501 through 23-39-518, the Rules of the Fair Mortgage Lending Act (“Rules”), and the Arkansas Administrative Procedures Act, Ark. Code Ann. §§ 25-15-201 through 25-15-219, in accordance with an agreement by and between the Staff of the Arkansas Securities Department (“Staff”) and GMFS LLC (“GMFS”), license number 64997, in full and final settlement of all claims that could be brought against GMFS by the Staff on the basis of the facts set forth herein.

GMFS admits the jurisdiction of the FMLA and the Arkansas Securities Commissioner (“Commissioner”), waives its right to a formal hearing, consents to the entry of this order, and agrees to abide by its terms.

FINDINGS OF FACT

1. GMFS is a limited liability company with its principal office located at 7389 Florida Blvd., Suite 200A, Baton Rouge, Louisiana 70806. GMFS is currently licensed as a mortgage banker with the Commissioner and has been since June 1, 1999.
2. During 2011 and 2012, GMFS operated as an unlicensed mortgage servicer in Arkansas. Approximately one hundred loans were serviced by GMFS on a temporary basis before being transferred to a licensed mortgage servicer.

LEGAL AUTHORITY AND CONCLUSIONS OF LAW

3. It is unlawful for a person, other than an exempt person, to act as a mortgage servicer without first obtaining a license from the Commissioner. Ark. Code Ann. § 23-39-503.

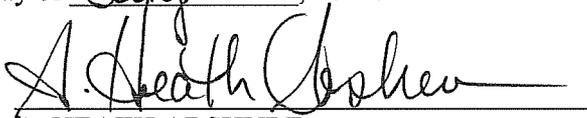
4. The Commissioner by order may suspend or revoke a license of a licensee if he finds that the licensee has violated any provision of the FMLA. Ark. Code Ann. § 23-39-514(a)(2)(B).
5. The Commissioner by order may impose a civil penalty upon a licensee for any violation of the FMLA, not to exceed ten thousand dollars for each violation. Ark. Code Ann. § 23-39-514(b).
6. Ark. Code Ann. § 23-39-514(l) provides for an informal disposition of allegations which might give rise to a proceeding by settlement or consent.

ORDER

It is ordered that GMFS shall not engage in future mortgage service activity without first being properly licensed.

It is further ordered that GMFS pay a fine in the amount of seven hundred and fifty dollars (\$750.00) to the Arkansas Securities Department. The payment of said fine shall be received upon entry of this order.

IT IS SO ORDERED on this 19th day of July, 2012.


A. HEATH ABSHURE
Arkansas Securities Commissioner

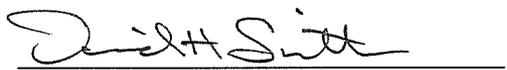
I hereby agree to the entry of this Consent Order, and consent to all terms, conditions, and orders contained therein, and waive any right to an appeal from this order.



J. Terrell Brown, Jr., President & CEO
GMFS LLC

July 17, 2012
DATE

On behalf of Staff:



David H. Smith, Chief Counsel
Arkansas Securities Department

7-19-2012
DATE