

State of New York
Banking Department

In the Matter of

CS Financial, Inc.

SETTLEMENT AGREEMENT

A Mortgage Broker registered pursuant to
Article 12-D of the Banking Law

(Registrant)

WHEREAS, CS Financial, Inc. (“Registrant”) is a registered mortgage broker in the State of New York; and

WHEREAS, pursuant to Section 597 of the Banking Law and Part 410.8(b) of the Superintendent’s Regulations, Registrant is required to annually file a report with the Superintendent giving such information as the Superintendent may require concerning the business and operations of Registrant during the preceding calendar year; and

WHEREAS, on January 21, 2011, the Banking Department notified Registrant by mail to complete a Volume of Operations Report (“VOOR”) for the 2010 calendar and submit it no later than April 8, 2011; and

WHEREAS, on April 1, 2011, the Banking Department notified Registrant by mail, that of the date of this letter, it had not filed a 2010 VOOR; (i) we were reminding them the 2010 VOOR must be submitted no later than April 8, 2011; and

WHEREAS, the Banking Department notified Registrant, via the website, that the filing deadline was extended to April 11, 2011; and

WHEREAS, on April 14, 2011 and May 10, 2011 respectively, the Banking Department notified Registrant by certified mail-returned receipt requested that (i) Registrant had failed to file the 2010 VOOR in violation of Section 597 of the Banking Law and Part 410.8(b) of the Superintendent’s Regulations; (ii) Registrant was directed to file its 2010 VOOR by April 29, 2011, for which a copy of the prefilled 2010 VOOR form was enclosed; (iii) the Department would levy a fine of \$200 for every day after April 11, 2011 that they failed to file a 2010 VOOR; (iv) failure to file by April 29, 2011 would result in a fine of \$500 per day for every day after April 29, 2011, that they failed to submit the 2010 VOOR; and (v) a hearing would be scheduled to determine whether their registration should be revoked; and

WHEREAS, the Banking Department received Registrant’s 2010 VOOR on **June 28, 2011**; and

WHEREAS, the Superintendent and the Registrant mutually agree to resolve the aforementioned violation as stipulated below.

NOW, THEREFORE IT IS STIPULATED AND AGREED BY THE PARTIES HERETO AS FOLLOWS:

THAT, Registrant agrees as follows:

1. Registrant understands the terms and conditions of the Settlement Agreement, freely and voluntarily waives its right to a hearing on the charges made and any and all appeal relating to this matter.
2. Registrant will take all necessary steps to ensure compliance with all applicable laws and regulations.
3. Registrant agrees to the payment of a fine in the amount of **\$5,000** in twelve equal installments, with the exception of the first installment payment which shall be in the amount of **\$435** due by the close of business September 28, 2011. The remaining installment payments of **\$415** are to be received by the 28th of each month until the fine is fully paid. The installments shall be made in electronic transfers, in immediately available funds, pursuant to transfer instructions received from the Banking Department. Failure to make timely payment on any of the installments shall result in immediate revocation of Registrant's registration.

4. All communication regarding this Settlement Agreement shall be sent to:

Rholda L. Ricketts
Deputy Superintendent of Banks
Mortgage Banking Department
New York State Banking Department
One State Street
New York, NY 10004

Jeffrey Thomas Seabold
CS Financial, Inc.
9595 Wilshire Boulevard, Suite 801
Beverly Hills, CA 90212

5. The provisions of this Settlement Agreement shall not bar, estop or otherwise prevent the Superintendent, or any state or federal agency or department, from taking any other action affecting Registrant, any of its current or former officers, directors, employees, or insiders, or their successors or assigns in connection with any matter relating to this Settlement Agreement. Nor shall this Agreement bar, estop or otherwise prevent the Superintendent from entering any other action affecting Registrant, any of its current or former officers, directors, employees, or insiders, or their successors or assigns in connection with any matters not covered by this Agreement.
6. No extension or waiver of the terms of this Settlement Agreement shall be binding on the Banking Department unless it is in writing and signed by the Superintendent or Deputy Superintendent.
7. Each provision of this Settlement Agreement shall remain effective and enforceable until stayed, modified, terminated or suspended in writing by the Superintendent or Deputy Superintendent.

8. The effective date of this Settlement Agreement is the date on which it is executed by the Superintendent or Deputy Superintendent.
9. The provisions of this Settlement Agreement are not confidential.

Agreed to and accepted:

New York State Banking Department

CS Financial, Inc.

by: _____
Rhonda L. Ricketts
Deputy Superintendent of Banks

by: _____
Jeffrey Thomas Seabold
Qualifier, CEO

Dated: _____

Dated: _____