The Department of Commerce, Community, and Economic Development, Division of Banking and Securities ("Department") has conducted an examination of the business operations of American Advisors Group, Inc. ("Respondent") and has determined that Respondent violated certain provisions of AS 06.60 et seq. ("the Alaska Secure and Fair Enforcement for Mortgage Licensing Act of 2010 – the Alaska SAFE Act").

Respondent agrees that the Department has jurisdiction over it and this matter pursuant to the Alaska SAFE Act.

Respondent wishes to resolve and settle this matter with the Department. As evidenced by the authorized signature on this Order, Respondent consents to the entry of this Order imposing civil penalties based on the Conclusions of Law and Order. Respondent waives its right to a hearing under AS 44.62 et seq. (the Alaska Administrative Procedure Act) and the Alaska SAFE Act.

I. FINDINGS OF FACT

1. Respondent is a corporation organized under the laws of the State of California, and has a physical address of 3800 W. Chapman Ave., 3rd Floor, Orange, CA 92868.
2. On July 24, 2012, the Department issued an Alaska Mortgage Broker/Lender license (no. AK9392) to Respondent in the name of “American Advisors Group, Inc.”

3. On November 19, 20, and 21, 2013, the Department participated in a Multi-State Mortgage Committee examination of Respondent, during which the Department conducted an advertising review and a loan file review.

4. Mortgage licensees must clearly and conspicuously display their complete name on all advertisements. Beginning in 2011, Respondent issued several print advertisements using the name “AAG” rather than its complete name “American Advisors Group, Inc.”

5. Mortgage licensees must clearly and conspicuously display the unique identifier assigned to them by the Nationwide Mortgage Licensing System (“NMLS”) and Registry (“Registry”). Respondent’s unique identifier is 9392. Beginning in 2011, Respondent issued several print advertisements without displaying its unique identifier.

6. Mortgage licensees conducting business under more than one trade name must register their other trade names (OTN) with the Department. Beginning in 2011, Respondent used the OTN “AAG” in advertisements without registering that OTN with the Department through NMLS.

II. CONCLUSIONS OF LAW

1. Respondent violated AS 06.60.320 and 3 AAC 14.510(2) by advertising without clearly and conspicuously disclosing its complete name, “American Advisors Group, Inc.”, on its advertisements.

2. Respondent violated AS 06.60.325 and 3 AAC 14.510(2) by advertising without clearly and conspicuously displaying the unique identifier assigned to it by the Registry on its advertisements.

without registering that OTN with the Department through NMLS.

4. Respondent is subject to a civil penalty under AS 06.60.420 for violating AS 06.60.320, AS 06.60.325, 3 AAC 14.510(2) and 3 AAC 14.059.

III. ORDER

Pursuant to the Alaska SAFE Act and on the basis of the Findings of Fact, Conclusions of Law and AAG’s consent to the entry of this Order, the Department ORDERS Respondent to:

1. Pay a civil penalty in the amount of $1,000. This amount was calculated at $250 for Respondent’s failure to display the unique identifier assigned to it by the Registry, $250 for Respondent’s failure to clearly and conspicuously disclose its complete name, “American Advisors Group, Inc.” on its advertisements, and $500 for Respondent’s using an OTN on advertisements without registering that OTN with the Department through the NMLS.

2. Comply with all provisions of the Alaska SAFE Act, including associated regulations.
3. This Order is a publicly disclosable document and is reportable to the NMLS.

IT IS SO ORDERED.

Chris Hladick, Commissioner
Department of Commerce, Community
and Economic Development

July 27, 2016
Date
/s/ Kevin Anselm
Kevin Anselm, Director
Division of Banking and Securities

Consent to Entry of Order

I, Sherry L. Pauline, state that I am the Chief Risk Officer of
American Advisors Group, Inc. (“Respondent”); that I am authorized to act on its behalf; that
I have read the foregoing Order; and that I am aware of the right to a hearing and appeal in
this matter, and have waived the same.

Respondent admits to the jurisdiction of the Department of Commerce, Community
and Economic Development, Division of Banking and Securities (“Department”) and further
consents to entry of this Order by the Department as settlement of the issues contained in this

Respondent understands that the Department reserves the right to take further actions
to enforce this Order or to take appropriate action upon discovery of other violations of the
Alaska SAFE Act, and that Respondent will fully comply with the terms and conditions of
this Order, the Alaska SAFE Act and associated regulations.

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Respondent enters into this Order voluntarily and understands that this Order is a public
document and is reportable to the NMLS.

7/22/16  /s/ Sherry L. Pauline
Date American Advisors Group, Inc.

By: Sherry L. Pauline
Title: Chief Risk Officer

SUBSCRIBED AND SWORN TO before me this 22 day of July, 2016 at
Orange, California.

CA signed notarial certificate attached

Notary Public in and for California

Kenneth Lloyd Rodriguez
Notary Printed Name
My commission expires: 8/21/2018

Contact Person:
Leif Haugen
Securities Examiner
(907) 269-8144