



Federal Housing Finance Agency

Constitution Center
400 7th Street, S.W.
Washington, D.C. 20219
Telephone: (202) 649-3800
Facsimile: (202) 649-1071
www.fhfa.gov

FINAL SUSPENSION ORDER

The Federal Housing Finance Agency, as safety and soundness regulator of Fannie Mae, Freddie Mac, and the eleven Federal Home Loan Banks (the “regulated entities”), is issuing this Final Suspension Order (“Final Order”) pursuant to the following legal authorities:

1. Section 1313B of the Federal Housing Enterprises Financial Safety and Soundness Act of 1992 (Safety and Soundness Act) authorizes FHFA to establish standards for the regulated entities regarding prudential management of risks. FHFA is authorized to issue orders requiring the regulated entities to take any action that will best carry out the purposes of that section. *See* 12 U.S.C. 4513b(b)(2)(B)(iii).
2. Section 1319G of the Safety and Soundness Act authorizes FHFA to issue any orders necessary to ensure that the purposes of the Safety and Soundness Act are accomplished. *See* 12 U.S.C. 4526(a).
3. Section 1313 of the Safety and Soundness Act authorizes FHFA to exercise such incidental powers as may be necessary in the supervision and regulation of each regulated entity. *See* 12 U.S.C. 4513(a)(2).

Consistent with these authorities, FHFA has determined that any business relationship between Jacques Kelly and a regulated entity would present excessive risk to the safety and soundness of the regulated entity.

This determination is based on the following findings:

1. Jacques Kelly and co-conspirators made and caused to be made materially false statements in the purchase and sale agreements, loan applications, HUD-1 forms, leases, verification forms and letters, and other documentation to mortgage lenders and federally-insured financial institutions in order to obtain financing to purchase the properties.
2. On or about July 23, 2014, Jacques Kelly was sentenced in the United States District Court, District of Connecticut, to 15 months imprisonment and 5 years supervised release for Conspiracy to Commit Mail, Wire and Bank Fraud, Wire Fraud and False Statement to a Financial Institution.

3. As described in the Second Superseding Indictment filed in the United States District Court, District of Connecticut, Grand Jury N-11-03, on or about February 14, 2013, the conduct underlying the conviction listed above occurred in connection with financial transactions.

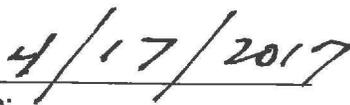
With this Final Order, FHFA is directing each regulated entity to cease any business relationship with Jacques Kelly for ten (10) years, beginning on June 7, 2017. This suspension extends to any individual, company, partnership or other group that FHFA determines to be an affiliate of Jacques Kelly.

The Final Order's requirement for regulated entities to cease any business relationship with Jacques Kelly does not apply to the existing or future purchase, sale, modification, foreclosure alternative transaction, or other foreclosure-related transaction of a residential mortgage loan owned by a regulated entity, if Jacques Kelly is the borrower of such residential mortgage loan and the transaction is for the borrower's own personal or household residence.

This Final Order is a final action of the Federal Housing Finance Agency.



Alfred M. Pollard
Suspending Official



Date: