

## 38 Mortgage Lenders Who Are Bankrupt/Ceased Operations

*This is a partial list of the total number of subprime and/or mortgage lenders that have either gone bankrupt, or ceased most operations.*

**Maribella Mortgage**—Couldn't handle the rising buy-backs, and went bankrupt March 15, 2007.

**FMF Capital LLC**—Tried to sell-off operations, but couldn't. Went bankrupt March 9, 2007.

**People's Choice Financial Corp.**—According to reports, "officially" went under March 14, 2007.

**New Century Financial Corp.**—2nd largest U.S. subprime mortgage lender, forced to halt lending operations March 8, 2007. Is now in death-rattle.

**Ameritrust Mortgage Company**—North Carolina-based company's subprime unit shuttered March 2007.

**Master Financial**—Company website reports "will cease . . . accepting new applications for mortgage loans." March 2007.

**Trojan Lending**—California-based, went bankrupt March 2007.

**Fremont General Corporation**—4th largest U.S. subprime lender, stopped making subprime loans in early March 2007; hanging by a thread.

**Franklin Financial**—Alt-A mortgage lender, ceased most operations Feb. 28, 2007.

**Resmae**—21st largest U.S. subprime lender; filed for bankruptcy Feb. 2007. Remains were bought by Credit Suisse.

**ECC/Encore**—24th largest U.S. subprime lender, substantially reduced operations Feb 2007; sold in fire sale to Bear Stearns.

**Deep Green Financial Inc.**—online home equity lender, went bankrupt Jan 2007.

**Ownit Mortgage Solutions Inc.**—17th largest U.S. subprime lender, filed Chapter 11 bankruptcy Dec. 28, 2006.

**Harbourton Mortgage Investment Corporation (HMIC)**—a mortgage banking operation, folded Dec. 20, 2006.

**MLN**—19th largest U.S. subprime lender, went bankrupt Dec. 12, 2006; shards of remains bought by Lehman Brothers.

**Sebring Capital Partners**—Carrollton, Texas-based; went bankrupt Dec. 4, 2006.

### **Ailing Lenders**

Home lending institutions, though they have not shut down, are significantly downsizing and/or in manifest financial (or other) distress, and could close down.

**Accredited Home Lenders**—13th largest U.S. subprime lender exploring firesale-type options, which is often preparatory to closing, March 2007.

**Ocwen Loan Servicing**—mortgage loan servicer and

lender, that is being sued by individuals and U.S. government, March 2007.

**Option One**—H&R Block owns Option One; Block now lists Option One in its own reports under “discontinued operations,” March 2007.

**Doral Financial Corp.**—Doral must either refinance \$625 million by July or face terminal cash crunch; March 2007.

**Evergreen Investment/Carnation Bank**—Evergreen which is in financial trouble, also being sued by investors and investigated by state and Federal authorities; January 2007.

**Aegis Mortgage Corporation**—Struggling company scaled back primary wholesale subprime operations, but company denies it has shut all such operations down; January 2007.

**Coast Financial Holdings, Inc.**—A “diversified” lender, announced anticipating problems with loans to 482 home borrowers, totalling \$110 million; January 2007.

**Residential Capital, Llc (ResCap)**—ResCap is subsidiary of General Motors Acceptance Corp. (GMAC). General Motors had to infuse \$1 billion into GMAC’s ResCap subsidiary to cover \$1 billion of ResCap losses due primarily to non-performing subprime loans; March 2007.

**Fieldstone Mortgage Company**—Closed 7 of 16 operations centers, and renegotiated covenants with lenders; January 2007.—*Richard Freeman.*

Sources: *The Mortgage Lender Implode-o-Meter*; *EIR*; wire service reports.