



Crossline Capital, Inc. has been acquired by Stonegate Mortgage Corporation

Crossline Capital, Inc.

Crossline Capital, Inc. (“Crossline”) is a California-based mortgage lender that originates and services consumer direct mortgages in 20 states including Arizona, California, Colorado, Connecticut, Florida, Georgia, Idaho, Maryland, Massachusetts, New Hampshire, New Mexico, North Carolina, Ohio, Oregon, Pennsylvania, Rhode Island, Texas, Utah, Virginia and Washington, and is an approved Fannie Mae Seller/Servicer. In addition, it operates two national mortgage origination call centers in Lake Forest, CA and Scottsdale, AZ and also operates retail mortgage origination branches in seven other locations in Southern California. Crossline originated \$572 million in mortgage loans during the year ended December 31, 2012 and \$374 million in mortgage loans during the nine months ended September 30, 2013.

Stonegate Mortgage Corporation

Stonegate Mortgage Corporation (“Stonegate”) (NYSE:SGM) is a leading, publicly traded, integrated mortgage company that originates, finances and services agency and non-agency residential mortgages through its network of retail offices and approved third party originators. Stonegate also provides financing through its fully integrated warehouse lending platform, NattyMac. Stonegate’s operational excellence, financial strength, dedication to customer service, and commitment to technology have positioned the firm as a leading provider in the emerging housing finance market.



The Transaction

On December 20, 2013, Stonegate announced that it completed the acquisition of Crossline. The acquisition of Crossline expands Stonegate’s retail channel and accelerates its geographic expansion, which is consistent with its acquisition and growth strategy. Crossline is being operated as a wholly-owned subsidiary of Stonegate Mortgage.

Donnelly Penman & Partners initiated the transaction, acted as exclusive financial advisor to Crossline and assisted in the negotiations in connection with the transaction. Please contact [Andrew C. Christians](#), CFA at (313) 393-3074 or [John C. Donnelly](#) at (313) 393-3054 for further information.

Donnelly Penman & Partners

Donnelly Penman & Partners is one of the largest independently owned investment banking firms headquartered in the Midwest. We provide comprehensive advisory services to both public and private companies, including mergers and acquisitions, capital raising, due diligence, and general financial advisory services. In addition, we are a [FINRA](#) licensed broker dealer and member [SIPC](#).

Donnelly Penman & Partners is owned by the employees of the firm, who have successfully completed more than 250 transactions and advisory engagements since the firm's inception in September 2000. Its principals have more than 100 years of investment banking experience collectively.