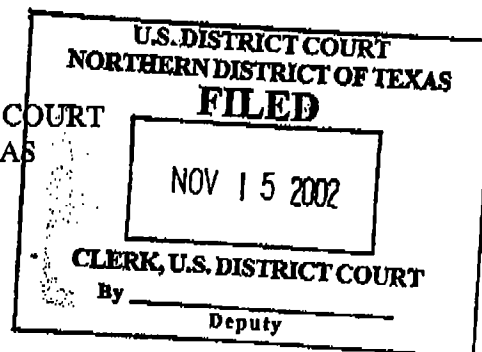


ORIGINAL

IN THE UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

SECURITIES AND EXCHANGE
COMMISSION

Plaintiff,

VS.

**FUNDING RESOURCE GROUP
a/k/a FRG TRUST, ET AL.**

Defendants.

www.ck12.org

NO. 3-98-CV-2689-M

ORDER SETTING HEARING

Michael J. Quilling, as Receiver for Howe Financial Trust, has filed his final report and proposed distribution plan. Through October 31, 2002, the Receiver has taken possession of and administered cash and other assets belonging to the Howe Financial Trust Estate totaling \$1,816,403.56.¹ The cost of administration totals \$578,580.76.² This leaves \$487,822.80 available for final distribution to investors on a *pro rata* basis. The court previously approved claims totaling \$2,410,244.08 and the Receiver has made an interim distribution of \$750,000.00. Coupled with this previous interim distribution, each claimant will receive approximately 53.65% of their claim.

A hearing on the Receiver's final report and proposed distribution plan is set for **December 20, 2002** at **9:00 a.m.** in the courtroom of U.S. Magistrate Judge Jeff Kaplan, 1100 Commerce

¹ This sum does not include \$250,049.18 in legal and accounting fees repaid by the Hammersmith Trust Estate.

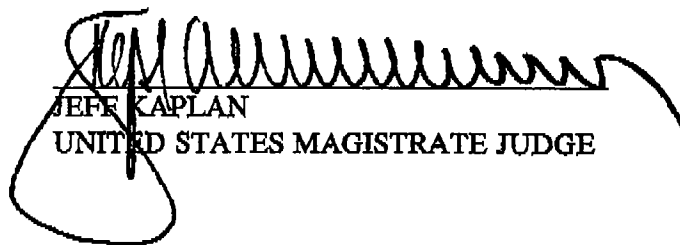
² This sum assumes payment of \$65,451.10 in unpaid legal and accounting fees and the allowance of a \$5,000.00 reserve. It is also net of the \$250,049.18 repaid by the Hammersmith Trust Estate.

Street, 16th Floor, Dallas, Texas. Written objections to the plan must be filed by **December 10, 2002**. All interested parties will be given an opportunity to present their objections to the application at the hearing.

The Receiver is ordered to post a copy of his final report and proposed distribution plan and this order on his website, SECRECEIVER.COM. Appropriate links to the court's docket sheet shall also be provided on the website.

SO ORDERED.

DATED: November 15, 2002.


JEFF KAPLAN
UNITED STATES MAGISTRATE JUDGE