

ORIGINAL

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

U.S. DISTRICT COURT
NORTHERN DISTRICT OF TEXAS
FILED

DEC 20 2002

CLERK, U.S. DISTRICT COURT
By _____ Deputy *djl*

SECURITIES AND EXCHANGE
COMMISSION

Plaintiff,

VS.

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

Defendants.

NO. 3-98-CV-2689-M



**FINDINGS AND RECOMMENDATION OF THE
UNITED STATES MAGISTRATE JUDGE**

Michael J. Quilling, as Receiver for Funding Resource Group, has filed his final report and proposed distribution plan. This matter has been referred to U.S. Magistrate Judge Jeff Kaplan for recommendation pursuant to 28 U.S.C. § 636(b)(1)(B) and a standing order of reference dated June 16, 2000.

I.

This is a civil action brought by the Securities and Exchange Commission (“SEC”) against 16 defendants and 13 equity relief defendants arising out of the sale of non-existent “prime bank” securities. The SEC alleges that defendants raised more than \$14 million from unwitting investors by making false representations about the use and safety of investor proceeds and the expected rate of return on their investments. After more than three years of litigation, the SEC either obtained default judgments or settled with all defendants and equity relief defendants. Agreed final judgments and orders of dismissal were entered on March 6, 2002.

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Funding Resource Group a/k/a FRG Trust ("FRG") and its managing partner, Steven C. Roberts, are named defendants in this case. On November 13, 1998, Michael J. Quilling was appointed as Receiver for FRG and Roberts. The order of appointment provides, in relevant part:

The Temporary Receiver shall take custody, possession and control of any and all assets, monies, securities and properties, real and personal, tangible and intangible, of whatever kinds and description, and wherever situated, belonging to FRG . . . [and] Roberts . . . (hereinafter referred to as "Receivership Assets"), as well as any documents relating to the Receivership Assets.

ORDER APP. TEMP. RECEIVER, 11/13/98 at 2-3. Through October 31, 2002, the Receiver has taken possession of and administered cash and other assets belonging to the Funding Resource Group Estate totaling \$2,037,566.91.¹ (See Rec. Mot., Exhs. 1 & 2). The cost of administration totals \$582,526.42.² (*See id.*). The court previously approved claims totaling \$9,852,672.74 and the Receiver has made an interim distribution of \$1,211,229.34. *See FINDINGS & REC. OF MAG. JUDGE, 1/31/02 & 4/19/02, adopted as modified, ORDERS, 2/15/02 & 6/6/02.* This leaves \$183,496.22 available for final distribution to investors on a *pro rata* basis. Coupled with the prior interim distribution, each claimant will receive approximately 13.48% of their claim.

The Receiver was ordered to post a copy of his final report and proposed distribution plan on his website with instructions to all interested parties that any objections must be filed by December 16, 2002. No objections have been received by the Receiver or the court. A hearing was held on December 20, 2002. The Receiver notified all interested parties of the hearing date by posting notice on his website. No one appeared at the hearing or otherwise objected to the

¹ This sum does not include \$238,389.77 in legal and accounting fees repaid by the Hammersmith Trust Estate.

² This sum assumes payment of \$55,314.93 in unpaid legal and accounting fees and the allowance of a \$5,000.00 reserve. It is also net of the \$238,389.77 repaid by the Hammersmith Trust Estate.

report and proposed distribution plan. The Securities and Exchange Commission, through its regional counsel, has consented to the relief sought.

II.

In his final report and proposed distribution plan, the Receiver seeks authorization to: (1) pay \$35,721.33 in attorneys's fees and expenses and \$19,593.60 in accounting fees; (2) reserve \$5,000.00 in attorney's fees and expenses necessary to close the Estate; and (3) distribute all remaining receivership assets to investors on a *pro rata* basis. The court will address each request in turn.

A.

The Receiver seeks \$35,721.33 for legal services performed and costs incurred on behalf of the Funding Resource Group Estate from February 28, 2002 through October 31, 2002. Although no investors have objected to this fee request, the court must nevertheless carefully examine the application to determine whether the time spent, services performed, expenses incurred, and hourly rates charged by the Receiver are justified under the factors set forth in *Johnson v. Georgia Highway Express, Inc.*, 488 F.2d 714 (5th Cir. 1974).

To date, the Receiver has been paid approximately \$2.4 million for services performed and expenses incurred on behalf of the Howe Financial Trust, Hammersmith Trust, Funding Resource Group, and Cord/Winterhawk Estates. Of this sum, \$541,206.09 has been allocated to the Funding Resource Group Estate. Although the Receiver has always maintained separate accounts for each estate, this procedure was not formalized until March 12, 2001 when the court required him to designate four separate receivership estates for purposes of handling claims and making distributions to defrauded investors. See ORDER, 3/12/01. In reconciling his records, the Receiver determined that \$806,296.82 had been advanced by other estates to pay fees and expenses properly

attributable to the Hammersmith Trust Estate.³ The Receiver then promptly moved to allocate fees between the various receivership estates. By order dated April 13, 2001, the court authorized the Receiver to cause the Hammersmith Trust Estate to repay advances made by the other estates, including \$238,389.77 to the Funding Resource Group Estate. *See ORDER, 4/13/01.* These payments will be made “at such time as such funds are needed to make interim and final distributions to investors as may hereafter be approved by the Court.” *Id.*

As a result of the Receiver’s diligent efforts, over \$2 million in cash and other assets have been recovered on behalf of defrauded investors of the Funding Resource Group Estate. If the current fee application is granted in its entirety, the attorney’s fees and expenses incurred by the Estate will total \$576,927.42, or less than 29% of the total recovery. This is manifestly reasonable, especially in light of the difficulties encountered by the Receiver in tracing investor proceeds and liquidating concealed assets. Moreover, the court finds that the time spent, services performed, expenses incurred, and hourly rates charged by the Receiver are justified under the factors set forth in *Johnson*. Accordingly, the Receiver should be authorized to pay the law firm of Quilling, Selander, Cummiskey & Lownds, P.C. the sum of \$35,721.33 in attorney’s fees and expenses.

The Receiver also seeks \$19,593.60 in accounting fees incurred from February 1, 2002 through October 31, 2002. To date, the court has authorized payment of accounting fees totaling \$529,148.90. Of this sum, \$18,428.68 has been allocated to the Funding Resource Group Estate. The court finds that the additional fees requested by the Receiver are reasonable and were necessarily incurred for the preparation of tax returns and other accounting services. Therefore,

³ This sum represents: (1) 317,857.87 advanced by the Cord/Winterhawk Estate; (2) \$238,389.77 advanced by the Funding Resource Group Estate; and (3) \$250,049.18 advanced by the Howe Financial Trust Estate.

the Receiver should be authorized to pay the firm of Litzler, Senger, Shaw & McKenney the sum of \$19,593.60.

B.

The Receiver estimates that he will incur another \$5,000.00 in legal fees and expenses for preparing and mailing distribution checks, performing final bank reconciliations, and communicating with claimants. The court finds that these fees are reasonable and the anticipated services necessary to close the Receivership Estate. Accordingly, the Receiver is authorized to reserve this sum from funds available for final distribution.

C.

The court previously approved 470 claims totaling \$9,852,672.74 and the Receiver has made an interim distribution of \$1,211,229.34. There is currently \$183,496.22 available for final distribution on a *pro rata* basis. *See SEC v. Forex Asset Management Co.*, 242 F.3d 325, 331 (5th Cir. 2001) (approving *pro rata* distribution to investors). Therefore, each claimant should be paid in accordance with the schedule attached hereto as Exhibit "A." The Receiver should issue distribution checks to each claimant in the amounts set forth in the schedule. The checks shall be void if not cashed within 45 days from the date of issuance. The Receiver should be authorized to send a cover letter to each claimant in the form attached to his report.

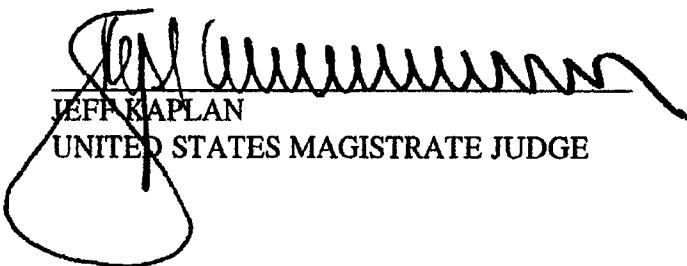
RECOMMENDATION

The court should approve the Receiver's final report and proposed distribution plan in accordance with the above recommendation.

The Receiver is ordered to post a copy of this report and recommendation on his website, www.secreceiver.com. Any claimant or interested party may file written objections to this recommendation by January 10, 2003. The failure to file written objections shall bar the

aggrieved party from appealing the factual findings and legal conclusions of the magistrate judge that are accepted or adopted by the district court, except upon grounds of plain error or manifest injustice. *See Douglass v. United Services Automobile Ass'n*, 79 F.3d 1415, 1417 (5th Cir. 1996).

DATED: December 20, 2002.



JEFF KAPLAN
UNITED STATES MAGISTRATE JUDGE

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Acker	David & Lisa	\$ 9,400.00	\$ 175.07
Adams	James T.	\$ 8,200.00	\$ 152.72
Adams	Vicki Gwen	\$ 10,000.00	\$ 186.24
Adams, Jr.	Curtis	\$ 10,000.00	\$ 186.24
Aikins	Joseph	\$ 15,000.00	\$ 279.36
Allbright	Mark H.	\$ 5,580.00	\$ 103.92
Andrews	Sandra	\$ 10,000.00	\$ 186.24
Archer	Ernest A	\$ 18,200.00	\$ 338.96
Arney	Jim	\$ 10,000.00	\$ 186.24
Arnold	Billy M.	\$ 9,400.00	\$ 175.07
Arnold	Michael	\$ 12,000.00	\$ 223.49
Arnold	Terry	\$ 18,800.00	\$ 350.13
Artz	David	\$ 9,200.00	\$ 171.34
Attea	Alyce (Deceased)	\$ 5,000.00	\$ 93.12
Bader	John	\$ 10,000.00	\$ 186.24
Bader	John	\$ 4,980.00	\$ 92.75
Baker	Alvia G	\$ 9,400.00	\$ 175.07
Banta	Stan	\$ 22,332.00	\$ 415.91
Banta	Vickee	\$ 6,975.00	\$ 129.90
Barber	Edward M.	\$ 9,400.00	\$ 175.07
Barber	R. Burton	\$ 28,200.00	\$ 525.20
Barber	Ray Wayne	\$ 4,400.00	\$ 81.95
Barrera, Jr	Leonard A	\$ 7,600.00	\$ 141.54
Barrett	Brad	\$ 18,400.00	\$ 342.68
Bartos	Dennis & Diana	\$ 14,100.00	\$ 262.60
Bartsch	John(Deceased) & Florence	\$ 10,000.00	\$ 186.24
Bateman	Andy	\$ 24,000.00	\$ 446.98
Bell	Charles J	\$ 10,000.00	\$ 186.24
Bell	Robert	\$ 10,000.00	\$ 186.24
Bellows	Ed	\$ 34,000.00	\$ 633.22
Bennett	Gary	\$ 32,000.00	\$ 595.97
Bennett	Gary	\$ 253,000.00	\$ 4,711.87
Best	Liens	\$ 10,000.00	\$ 186.24
Bezner Jr	Frank	\$ 50,000.00	\$ 931.20
Bingham	Robert	\$ 7,900.00	\$ 147.13
Bingham	Robert W.	\$ 8,700.00	\$ 162.03
Bishop	Judy & Dan	\$ 9,020.00	\$ 167.99
Blackwell	Kenny	\$ 11,165.00	\$ 207.94
Blades	Ann	\$ 27,000.00	\$ 502.85
Bolling	JoAnn	\$ 25,000.00	\$ 465.60
Bolton	Dean	\$ 9,400.00	\$ 175.07
Booker	W.E. (Bill)	\$ 26,400.00	\$ 491.67
Boren	Tom	\$ 253,700.00	\$ 4,724.90
Bowers & Buckalew	Elaine & Claudia	\$ 8,000.00	\$ 148.99
Bradford	Jerry	\$ 10,000.00	\$ 186.24
Bradshaw	Carl	\$ 5,000.00	\$ 93.12
Bramson	J Keith	\$ 25,800.00	\$ 480.50
Bratcher	Jeanie	\$ 10,000.00	\$ 186.24
Bridwell	Ken	\$ 9,400.00	\$ 175.07
Bromlow	Terry	\$ 21,000.00	\$ 391.10
Brorman	A.H. 'Tony'	\$ 42,000.00	\$ 782.21

EXHIBIT "A"

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Brorman	Mark	\$ 46,000.00	\$ 856.70
Brown	Aud W.	\$ 4,000.00	\$ 74.50
Brown	Billy G.	\$ 8,800.00	\$ 163.89
Brown	Billy L.	\$ 9,400.00	\$ 175.07
Brown	Billy L.	\$ 10,000.00	\$ 186.24
Brown	David B.	\$ 8,200.00	\$ 152.72
Brown	James H	\$ 11,750.00	\$ 218.83
Brown	James T	\$ 11,750.00	\$ 218.83
Brown	James Tegart	\$ 9,400.00	\$ 175.07
Brown	Jimmy E.	\$ 10,000.00	\$ 186.24
Brown	John M	\$ 9,400.00	\$ 175.07
Brown	Kenneth H.	\$ 10,000.00	\$ 186.24
Brown	Kenneth H.	\$ 30,000.00	\$ 558.72
Brown	Kirk	\$ 23,500.00	\$ 437.66
Brown	Lana	\$ 4,000.00	\$ 74.50
Brown	Paul	\$ 111,200.00	\$ 2,070.99
Brown	Randy Lee	\$ 7,600.00	\$ 141.54
Brown	Roger Lee	\$ 5,580.00	\$ 103.92
Brown	Tracy Gall	\$ 8,200.00	\$ 152.72
Brown	Wesley	\$ 9,400.00	\$ 175.07
Buch	Annie A	\$ 9,600.00	\$ 178.79
Buckalew	Jack	\$ 91,940.92	\$ 1,712.31
Buckalew	Polly	\$ 8,800.00	\$ 163.89
Burston	Donald L	\$ 10,000.00	\$ 186.24
Burton	Claudine	\$ 13,400.00	\$ 249.56
Byers	David A	\$ 18,480.00	\$ 344.17
Byers	Famous	\$ 102,320.59	\$ 1,905.62
Callon	Gerald V.	\$ 8,200.00	\$ 152.72
Cameron	Desmond	\$ 4,000.00	\$ 74.50
Campbell	Andy & Kerri	\$ 6,300.00	\$ 117.33
Cansler	Allen	\$ 23,500.00	\$ 437.66
Carnie	Anthony E	\$ 2,000.00	\$ 37.25
Carpenter	Gerald	\$ 14,300.00	\$ 266.32
Carpenter	Ralph(Deceased)	\$ 9,500.00	\$ 176.93
Carpenter	Shawn	\$ 9,400.00	\$ 175.07
Carroll	Paul C.	\$ 9,400.00	\$ 175.07
Carter	Bob	\$ 11,400.00	\$ 212.31
Cathright, Jr	Edward	\$ 10,000.00	\$ 186.24
Chapman	Nancy	\$ 8,800.00	\$ 163.89
Chau	Lance H	\$ 10,000.00	\$ 186.24
Chenoweth	Alfred H. & Patsy	\$ 5,580.00	\$ 103.92
Chocholousek	Stacey	\$ 8,200.00	\$ 152.72
Clarke	James T	\$ 45,200.00	\$ 841.80
Coats	Maurice	\$ 65,000.00	\$ 1,210.56
Cobb	Jere	\$ 9,000.00	\$ 167.62
Coker	Terry	\$ 10,000.00	\$ 186.24
Coker	Tom & Mary	\$ 95,000.00	\$ 1,769.28
Coleman	James	\$ 5,580.00	\$ 103.92
Colquett	Breck	\$ 9,400.00	\$ 175.07
Cooksey	Lamar	\$ 7,600.00	\$ 141.54
Cotton	Joyce Y	\$ 7,000.00	\$ 130.37

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Cotton	Michael F	\$ 26,960.00	\$ 502.10
Cotton	Michael Frank	\$ 12,840.00	\$ 239.13
Cox	Burnis	\$ 10,000.00	\$ 186.24
Craig	Brent & Teresa	\$ 5,580.00	\$ 103.92
Crook	James K.	\$ 8,800.00	\$ 163.89
Crosswaite	Brad	\$ 8,800.00	\$ 163.89
Crutchfield	Vester	\$ 145,600.00	\$ 2,711.65
Cudworth	Beryl & Marjorie E.	\$ 5,580.00	\$ 103.92
Cudworth	Marjorie & Beryl	\$ 9,600.00	\$ 178.79
Cumerford	Tracey	\$ 8,512.00	\$ 158.53
Cummins	Douglas A	\$ 8,600.00	\$ 160.17
Dallas	Steve	\$ 9,400.00	\$ 175.07
Dalton	Larry	\$ 8,000.00	\$ 148.99
Daniel	Ronnie	\$ 10,460.00	\$ 194.81
Daves	Alan & Sandy	\$ 130,400.00	\$ 2,428.57
Davidson	Robert A	\$ 1,000.00	\$ 18.62
Dawson	Donald S	\$ 50,000.00	\$ 931.20
Degol	Larry	\$ 22,000.00	\$ 409.73
DeLuna	Louis & Carol	\$ 40,000.00	\$ 744.96
Denson	Bernice	\$ 13,200.00	\$ 245.84
Denson (VandenHeuvel)	Bernice	\$ 9,400.00	\$ 175.07
Derebery	Anna	\$ 265,000.00	\$ 4,935.35
Desmond	Vicki	\$ 7,000.00	\$ 130.37
Dickson	James E.	\$ 7,900.00	\$ 147.13
Dixon	Betty S.	\$ 8,800.00	\$ 163.89
Dixon	Betty S.	\$ 10,000.00	\$ 186.24
Dixon	C.R.	\$ 9,400.00	\$ 175.07
Dixon	C.R.	\$ 14,000.00	\$ 260.74
Dixon	C.R.	\$ 18,800.00	\$ 350.13
Dodds	Dianna	\$ 39,200.00	\$ 730.06
Donovan	Philip	\$ 7,000.00	\$ 130.37
Duncan (Cornett)	Jeanette	\$ 8,800.00	\$ 163.89
Durhke	Celia	\$ 77,000.00	\$ 1,434.05
Dyer	Marvin	\$ 16,800.00	\$ 312.88
Dyer	Tammy	\$ 5,100.00	\$ 94.98
Dyer	Tammy	\$ 9,400.00	\$ 175.07
Ebert	Lee Jay H. & Vivian	\$ 11,165.00	\$ 207.94
Edwards	Jody	\$ 20,500.00	\$ 381.79
Elias	Margaret R	\$ 10,000.00	\$ 186.24
Ellis	Rodney	\$ 39,500.00	\$ 735.65
Ellison	Evelyn	\$ 9,400.00	\$ 175.07
Erbert	Bernie	\$ 10,000.00	\$ 186.24
Everett	Opal P	\$ 16,292.83	\$ 303.44
Fakos	Constantin	\$ 10,000.00	\$ 186.24
Foote (deceased)	Mary	\$ 16,800.00	\$ 312.88
Ford	Frank	\$ 8,800.00	\$ 163.89
Ford	James C	\$ 35,200.00	\$ 655.56
Ford	James C	\$ 50,000.00	\$ 931.20
Ford	James Q	\$ 8,800.00	\$ 163.89
Ford	Jo Ann (Deceased)	\$ 26,400.00	\$ 491.67
Ford	Robin	\$ 8,800.00	\$ 163.89

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Ford	Rodney	\$ 8,800.00	\$ 163.89
Fowler	Melva	\$ 8,800.00	\$ 163.89
France	Terry W.	\$ 10,000.00	\$ 186.24
Franke	Joel	\$ 28,700.00	\$ 534.51
Franks	Darrell J.	\$ 5,580.00	\$ 103.92
Fritcher, Trustee	Joe E.	\$ 9,400.00	\$ 175.07
Gaertner	Glenda	\$ 16,400.00	\$ 305.43
Galbraith	Arnold P	\$ 36,000.00	\$ 670.46
Gibbs	Dave (William)	\$ 40,000.00	\$ 744.96
Gifford	Kenny	\$ 10,000.00	\$ 186.24
Gifford	Mary I.	\$ 8,400.00	\$ 156.44
Gifford, Jr.	Russell Allen	\$ 8,800.00	\$ 163.89
Gifford, Jr.	Russell Allen	\$ 10,000.00	\$ 186.24
Gifford, Sr.	Russell A.	\$ 10,000.00	\$ 186.24
Gifford, Sr.	Russell A.	\$ 16,800.00	\$ 312.88
Gifford, Sr.	Russell A.	\$ 18,400.00	\$ 342.68
Gifford, Sr.	Russell A.	\$ 27,600.00	\$ 514.02
Gifford, Sr.	Russell A.	\$ 70,000.00	\$ 1,303.68
Giles	Anthony	\$ 10,032.00	\$ 186.84
Grantham	Don	\$ 10,000.00	\$ 186.24
Grantham	Don	\$ 27,915.00	\$ 519.89
Grantham	Randy C	\$ 10,000.00	\$ 186.24
Grebe	Clay	\$ 5,580.00	\$ 103.92
Green	Violet (Deceased)	\$ 17,280.00	\$ 321.82
Greene	David	\$ 20,000.00	\$ 372.48
Greensage	Roy	\$ 18,000.00	\$ 335.23
Griffin	James	\$ 16,400.00	\$ 305.43
Grimes	Montie	\$ 10,000.00	\$ 186.24
Gross	Michael	\$ 10,000.00	\$ 186.24
Guest	Allan J	\$ 10,000.00	\$ 186.24
Guest	Gwyneth Eyre	\$ 1,000.00	\$ 18.62
Hahn, Jr	Robert L	\$ 8,200.00	\$ 152.72
Hahn, SR	Robert L	\$ 8,200.00	\$ 152.72
Hairgrove	Billy	\$ 8,200.00	\$ 152.72
Hardcastle	Jeff	\$ 10,000.00	\$ 186.24
Harder	Joseph Kyle	\$ 7,600.00	\$ 141.54
Harder	Larry	\$ 400.00	\$ 7.45
Harder	Larry J.	\$ 14,000.00	\$ 260.74
Harder	Larry Kevin	\$ 8,400.00	\$ 156.44
Hardwick	Charles W(deceased)	\$ 44,000.00	\$ 819.45
Hardy	Mark	\$ 47,000.00	\$ 875.33
Harrigan	Frank	\$ 29,000.00	\$ 540.10
Harrigan	Shawn	\$ 10,000.00	\$ 186.24
Harris	Simon J.	\$ 5,580.00	\$ 103.92
Harris, Jr.	Alvin H.	\$ 10,000.00	\$ 186.24
Harrison	Acie	\$ 18,800.00	\$ 350.13
Harrison	Robert	\$ 25,000.00	\$ 465.60
Harvey	George D.	\$ 8,500.00	\$ 158.30
Harvey	George D.	\$ 20,000.00	\$ 372.48
Heinold	Justin	\$ 5,580.00	\$ 103.92
Henderson	Travis	\$ 11,750.00	\$ 218.83

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Herrmann	Edwin P.	\$ 18,800.00	\$ 350.13
Hicks	Dera(Deceased)	\$ 6,800.00	\$ 126.64
Hicks	Glenda Gall	\$ 8,200.00	\$ 152.72
Hicks	Mary E.	\$ 8,300.00	\$ 154.58
Hicks	Travis	\$ 8,200.00	\$ 152.72
Hicks	Travis B.	\$ 8,800.00	\$ 163.89
Hightower	Delbert F.	\$ 8,200.00	\$ 152.72
Hillebrand	Lorraine	\$ 25,000.00	\$ 465.60
Hillebrand	Timothy	\$ 25,000.00	\$ 465.60
Hlavac	Marjorie	\$ 44,000.00	\$ 819.45
Hlavac	Michael	\$ 10,000.00	\$ 186.24
Hlavac	Willie	\$ 12,000.00	\$ 223.49
Holden	Janeta G.	\$ 27,915.00	\$ 519.89
Holland	Ben D	\$ 6,400.00	\$ 119.19
Holland	Karman Koon	\$ 8,800.00	\$ 163.89
Hosmer	Mike	\$ 38,400.00	\$ 715.16
Houston	Samuel C	\$ 9,400.00	\$ 175.07
Howell	Carolyn	\$ 2,000.00	\$ 37.25
Hubbard	Alan	\$ 50,000.00	\$ 931.20
Hubbard	Judy	\$ 9,500.00	\$ 176.93
Hubby	John	\$ 18,000.00	\$ 335.23
Hutton	Kyle W	\$ 7,000.00	\$ 130.37
Hutton	William	\$ 16,000.00	\$ 297.98
Ihrig	John	\$ 5,000.00	\$ 93.12
Ihrig	Robert	\$ 10,000.00	\$ 186.24
Ingle	Neal	\$ 40,000.00	\$ 744.96
Isaac	Corny	\$ 10,000.00	\$ 186.24
Isaac	Laverne	\$ 10,000.00	\$ 186.24
Ives, LLC	Victor	\$ 5,480.00	\$ 102.06
Jackson	Ron	\$ 12,000.00	\$ 223.49
Jackson	Thomas	\$ 90,000.00	\$ 1,676.16
Jacobs	Pearl M.	\$ 9,400.00	\$ 175.07
Jaeger	Murray	\$ 190,000.00	\$ 3,538.56
Jankowiak	Brandon	\$ 12,300.00	\$ 229.07
Jankowiak	Henry L	\$ 24,600.00	\$ 458.15
Jenkins	Betty	\$ 20,000.00	\$ 372.48
Johnson	Robert(Bob)	\$ 9,400.00	\$ 175.07
Johnston	Judy	\$ 8,000.00	\$ 148.99
Jones	Dickie	\$ 2,889.12	\$ 53.81
Jones	Jake	\$ 8,800.00	\$ 163.89
Jones	Lauretha K	\$ 7,600.00	\$ 141.54
Jones	Michael	\$ 10,000.00	\$ 186.24
Kadir	Isuf	\$ 10,000.00	\$ 186.24
Kanekoa	David	\$ 9,400.00	\$ 175.07
Kanekoa	Frank	\$ 62,276.00	\$ 1,159.83
Kanekoa	Leilani	\$ 30,000.00	\$ 558.72
Keener	Ivian Glenn	\$ 33,300.50	\$ 620.19
Keith	Frances M	\$ 5,000.00	\$ 93.12
Kerr	Blair	\$ 15,000.00	\$ 279.36
Kestler	Tom W	\$ 76,000.00	\$ 1,415.42
Kind	Terry	\$ 4,000.00	\$ 74.50

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Kirkpatrick	Alan L.	\$ 8,800.00	\$ 163.89
Knight	Jerry	\$ 6,000.00	\$ 111.74
Knight	Todd	\$ 10,000.00	\$ 186.24
Knight	Troy	\$ 8,000.00	\$ 148.99
Koeniguer	Joel A.	\$ 5,585.00	\$ 104.01
Kolb	Robert	\$ 9,400.00	\$ 175.07
Kolb	Robert L.	\$ 8,200.00	\$ 152.72
Koon	Kris	\$ 2,800.00	\$ 52.15
Korth	Russell W	\$ 8,320.00	\$ 154.95
Krutza	Yvonne M.	\$ 9,400.00	\$ 175.07
Kube	Wilbert & Ethelyn	\$ 6,000.00	\$ 111.74
Lacey	Joseph	\$ 19,000.00	\$ 353.86
Laffoon / Nester	Charles Kye / Jan	\$ 126,400.00	\$ 2,354.07
Lancaster	Cindy B	\$ 10,000.00	\$ 186.24
Langstroth	Kit T	\$ 41,000.00	\$ 763.58
Leatherwood	Thomas L	\$ 8,800.00	\$ 163.89
Leatherwood	Thomas L.	\$ 10,000.00	\$ 186.24
Lehenbauer	Mildred	\$ 5,580.00	\$ 103.92
Lelo	Albert	\$ 10,302.00	\$ 191.86
Lewis	Charles (Mick)	\$ 7,600.00	\$ 141.54
Lien	Rick	\$ 100,000.00	\$ 1,862.40
Lindley	Billy Dan	\$ 8,800.00	\$ 163.89
Little	Lavelle or E.A.	\$ 8,935.00	\$ 166.41
Little	Michael R.	\$ 15,000.00	\$ 279.36
Loewen	Erich E	\$ 17,625.00	\$ 328.25
Long	Anthony	\$ 20,500.00	\$ 381.79
Long	Tim	\$ 7,968.91	\$ 148.41
Long	Tim	\$ 16,000.00	\$ 297.98
Love	Sherwood	\$ 22,000.00	\$ 409.73
MacNamee (Texas Sheet Metal)	Paul	\$ 4,170.00	\$ 77.66
Maddux	Sarah K.	\$ 9,400.00	\$ 175.07
Mann	Bertha M. or Tony C.	\$ 22,330.00	\$ 415.87
Marek	Annastina	\$ 12,300.00	\$ 229.07
Mark	Janice & Neville	\$ 2,000.00	\$ 37.25
Martin	Vanessa	\$ 8,200.00	\$ 152.72
Mashburn	Brian	\$ 3,000.00	\$ 55.87
Mathews	Edna Earle	\$ 8,800.00	\$ 163.89
McCauley	Damon F.	\$ 10,000.00	\$ 186.24
McClurg	Barbara & Weldon	\$ 39,450.00	\$ 734.72
McCormick	Ida LaJuan	\$ 7,300.00	\$ 135.96
McCormick	Ida LaJuan	\$ 15,000.00	\$ 279.36
McCune	Mary Kathryn	\$ 5,585.00	\$ 104.01
McDonald	Clarence & Bonnie	\$ 15,200.00	\$ 283.08
McLean	Lance A	\$ 2,000.00	\$ 37.25
McLlland	Billy M.	\$ 8,800.00	\$ 163.89
McMenemy	Matt	\$ 47,000.00	\$ 875.33
Meadows	Randy Dale	\$ 8,200.00	\$ 152.72
Meekins	Cecil	\$ 8,200.00	\$ 152.72
Meier	Cynthia	\$ 10,000.00	\$ 186.24
Merritt	Hilton	\$ 83,000.00	\$ 1,545.79
Messenger	Roger L	\$ 9,400.00	\$ 175.07

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Messenger	Roger L	\$ 25,000.00	\$ 465.60
Middleton	Charlotte	\$ 5,585.00	\$ 104.01
Middleton	Darrell (Franklin) & Betty	\$ 20,000.00	\$ 372.48
Miller	D.M. "Mike"	\$ 9,000.00	\$ 167.62
Miller	Harrison L(Deceased)	\$ 8,400.00	\$ 156.44
Miller	Pat	\$ 7,725.00	\$ 143.87
Miller	Patrick Fritz	\$ 7,725.00	\$ 143.87
Mills	Novelle or Robert L.(Deceased)	\$ 5,585.00	\$ 104.01
Minor	Brenda	\$ 8,200.00	\$ 152.72
Minor	William	\$ 9,400.00	\$ 175.07
Minor	William	\$ 14,100.00	\$ 262.60
Mondin	Kenneth & Gloria	\$ 5,830.00	\$ 108.58
Moore	Robert L.	\$ 8,800.00	\$ 163.89
Moore	Robert L.	\$ 9,400.00	\$ 175.07
Morris	Steven	\$ 156,000.00	\$ 2,905.34
Mrvos	Nenad	\$ 900.00	\$ 16.76
Mullens	Nicky	\$ 10,000.00	\$ 186.24
Murski	Andrew & Albina(Deceased)	\$ 15,200.00	\$ 283.08
Myers	Donnie	\$ 31,100.00	\$ 579.21
Nelson	Barbara & Donald	\$ 8,500.00	\$ 158.30
Newlin	Pat	\$ 14,400.00	\$ 268.19
Nichols	Kingsley & Jaqueline	\$ 3,000.00	\$ 55.87
Ohara	Daryl	\$ 11,524.00	\$ 214.62
Ohara	Merlene	\$ 2,000.00	\$ 37.25
Oltmans	Janell(Deceased)	\$ 9,600.00	\$ 178.79
Osborn	Arleta	\$ 30,000.00	\$ 558.72
Osborn	Harvey N	\$ 10,000.00	\$ 186.24
Paletta	Frank J. & Rose Mary	\$ 5,580.00	\$ 103.92
Parr	Lonnie	\$ 63,781.73	\$ 1,187.87
Pearson-Swann	Julie Ann	\$ 9,400.00	\$ 175.07
Peil	Ralph	\$ 108,000.00	\$ 2,011.39
Pena	Lucy	\$ 8,800.00	\$ 163.89
Pentz	Catharina (Tina)	\$ 10,000.00	\$ 186.24
Peterson	Louise	\$ 10,000.00	\$ 186.24
Pettegrew	Joel Hamilton	\$ 8,375.00	\$ 155.98
Phillips	BreAnn J.	\$ 10,000.00	\$ 186.24
Polk	Gordon	\$ 5,580.00	\$ 103.92
Ponfick	Allison C. & Joan	\$ 5,580.00	\$ 103.92
Porter	Audrey	\$ 8,800.00	\$ 163.89
Preston	Ross & JoAnna	\$ 4,000.00	\$ 74.50
Priakos	Bill	\$ 42,500.00	\$ 791.52
Pruett	Vernita	\$ 14,400.00	\$ 268.19
Pruitt	Albert & Mary E.	\$ 96,035.00	\$ 1,788.55
Pruitt	Jim	\$ 25,000.00	\$ 465.60
Pryor	Don	\$ 10,000.00	\$ 186.24
Pryor	Don	\$ 26,320.00	\$ 490.18
Punswick	Ed	\$ 10,000.00	\$ 186.24
Purdy	Bill	\$ 30,000.00	\$ 558.72
Quillin Jr	Frank	\$ 9,200.00	\$ 171.34
Raines	Dennis & Martha	\$ 10,000.00	\$ 186.24
Ravanan	Edna(deceased) or Goody N. Ruhl	\$ 5,580.00	\$ 103.92

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Reed	Patsy R	\$ 12,594.80	\$ 234.57
Regler	Bernhard R.	\$ 9,400.00	\$ 175.07
Reichwein	Robert	\$ 22,000.00	\$ 409.73
Reynolds	Cyndy	\$ 23,000.00	\$ 428.35
Ridenour	Donald H	\$ 9,700.00	\$ 180.65
Roach	Earnest D	\$ 7,400.00	\$ 137.82
Robbins	Duane & Janice	\$ 8,800.00	\$ 163.89
Roberts	Mark David	\$ 3,000.00	\$ 55.87
Roos	Carolyn	\$ 68,000.00	\$ 1,266.43
Rose	Cynthia	\$ 8,200.00	\$ 152.72
Rossi	Lillian G.	\$ 5,830.00	\$ 108.58
Ruhl	Dorothy & Wilburn(deceased)	\$ 11,165.00	\$ 207.94
Ruhl	Lloyd T./Goody N.	\$ 5,580.00	\$ 103.92
Ruhl, Sr	Lloyd	\$ 9,600.00	\$ 178.79
Salehezadeh	Jeff	\$ 34,000.00	\$ 633.22
Sanford	JC	\$ 113,500.00	\$ 2,113.82
Sanford	Stanley	\$ 4,000.00	\$ 74.50
Sanford	Steven & Mary Ann	\$ 5,000.00	\$ 93.12
Santanni	Jill L	\$ 8,200.00	\$ 152.72
Savage	Arthur	\$ 40,000.00	\$ 744.96
Schroeder	Esther L	\$ 10,000.00	\$ 186.24
Schroeder	George	\$ 37,200.00	\$ 692.81
Schroeder	George E	\$ 8,200.00	\$ 152.72
Schwenke	Patrick	\$ 9,000.00	\$ 167.62
Sensat	Shirley	\$ 34,440.00	\$ 641.41
Shelton	James W.	\$ 17,600.00	\$ 327.78
Shelton	James W.	\$ 250,000.00	\$ 4,655.99
Sherrod	Jesse E.	\$ 11,165.00	\$ 207.94
Sims (McKenzie)	Jennifer	\$ 3,000.00	\$ 55.87
Slaughter	Arlene	\$ 8,200.00	\$ 152.72
Soliz	Debra L.	\$ 10,000.00	\$ 186.24
Spratt	April Dawn	\$ 4,000.00	\$ 74.50
Stafford	Donald R	\$ 109,800.00	\$ 2,044.91
Stagg	Allan	\$ 2,700.00	\$ 50.28
Stanphill	Herb	\$ 9,400.00	\$ 175.07
Stehlin	David	\$ 235,295.00	\$ 4,382.13
Steinbis	Martin	\$ 285,000.00	\$ 5,307.83
Stepchinski	Brian	\$ 8,800.00	\$ 163.89
Stephens	Nancy	\$ 8,800.00	\$ 163.89
Stephens	Sparky	\$ 9,100.00	\$ 169.48
Stewart	Wayne	\$ 3,500.00	\$ 65.18
Stoner	Dale D	\$ 8,800.00	\$ 163.89
Stoops	Brian	\$ 5,720.00	\$ 106.53
Stoops	Brian	\$ 10,560.00	\$ 196.67
Storrs	Hattie O	\$ 28,800.00	\$ 536.37
Stout	V.L.	\$ 5,830.00	\$ 108.58
Stuart	Harold	\$ 8,400.00	\$ 156.44
Suffron	Raymond	\$ 20,000.00	\$ 372.48
Swartzendruber	Naomi J.	\$ 8,200.00	\$ 152.72
Swartzendruber	Richard	\$ 4,000.00	\$ 74.50
Swift	Ted Lindsey & Christine Rossi	\$ 27,915.00	\$ 519.89

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Swift (Nicholson)	Kelly Maie	\$ 13,422.00	\$ 249.97
Synar	David W.	\$ 10,000.00	\$ 186.24
Tahere	Malcolm	\$ 10,000.00	\$ 186.24
Tanner	Betty Ruth	\$ 5,200.00	\$ 96.84
Tanner	Joseph W	\$ 5,200.00	\$ 96.84
Taylor	Mike	\$ 92,020.00	\$ 1,713.78
Teafatiller	Bruce	\$ 9,400.00	\$ 175.07
Thames	Chris	\$ 15,000.00	\$ 279.36
Thomas	James H.	\$ 8,800.00	\$ 163.89
Thomas	James H.	\$ 10,000.00	\$ 186.24
Thomas	James H.	\$ 100,000.00	\$ 1,862.40
Thompson	Carlton E.	\$ 8,800.00	\$ 163.89
Thompson	Carlton E.	\$ 10,000.00	\$ 186.24
Thompson	Mary Louise	\$ 9,400.00	\$ 175.07
Toussaint	Stanley D	\$ 8,200.00	\$ 152.72
Truman	Terry	\$ 3,150.00	\$ 58.67
Trzan	Hubert	\$ 3,000.00	\$ 55.87
Tucker	Ted	\$ 9,400.00	\$ 175.07
Tucker	Ted	\$ 10,000.00	\$ 186.24
Tweedell	John	\$ 5,200.00	\$ 96.84
Tweedell	John E	\$ 32,800.00	\$ 610.87
Tyndell	Cindy	\$ 10,000.00	\$ 186.24
Umalí	Roman T	\$ 9,000.00	\$ 167.62
Umalí Jr	Roman T	\$ 119,766.34	\$ 2,230.53
Vanderploeg	Fred A.	\$ 8,800.00	\$ 163.89
Vaughan	Sherman	\$ 3,820.00	\$ 71.14
Vaughan	Sherman	\$ 11,165.00	\$ 207.94
Verret Jr	Louis A	\$ 14,560.00	\$ 271.17
Vincent	Linda	\$ 16,400.00	\$ 305.43
Waggoner	Thomas	\$ 23,500.00	\$ 437.66
Walker	Oliver D	\$ 8,200.00	\$ 152.72
Ward	Margaret	\$ 5,580.00	\$ 103.92
Wareham	Andrew	\$ 20,000.00	\$ 372.48
Welch	William D.	\$ 12,300.00	\$ 229.07
Wernette	Fred A.	\$ 9,400.00	\$ 175.07
White	Billy D.	\$ 11,000.00	\$ 204.86
White	Lottie Hazel	\$ 2,000.00	\$ 37.25
White,Jr	Homer G	\$ 8,200.00	\$ 152.72
Whiting (CTS Investments)	Jay	\$ 5,580.00	\$ 103.92
Wiatrek	Clara & Ben(Deceased)	\$ 5,580.00	\$ 103.92
Wickliffe	B. Wren/Amanda	\$ 5,580.00	\$ 103.92
Wickliffe	Benny W./Maudie	\$ 11,165.00	\$ 207.94
Wickliffe	Bruce W./Maudie	\$ 5,580.00	\$ 103.92
Wickliffe	Herman V.	\$ 5,580.00	\$ 103.92
Williams	Norris	\$ 9,000.00	\$ 167.62
Williamson	Margie	\$ 5,000.00	\$ 93.12
Williamson	Miles	\$ 1,900.00	\$ 35.39
Willis	Jim	\$ 9,400.00	\$ 175.07
Willis	Joan	\$ 5,580.00	\$ 103.92
Willis	Joan	\$ 16,750.00	\$ 311.95
Willis	Robert	\$ 11,165.00	\$ 207.94

Funding Resources Investor Claims and Final Distribution

Last Name	First Name	Allowed Claims	Distribution Amount
Willis	Robert T.	\$ 5,580.00	\$ 103.92
Wilson	Billie C	\$ 6,180.00	\$ 115.10
Wilson	Billie C & Karl	\$ 9,200.00	\$ 171.34
Wilson	Billie C.	\$ 5,830.00	\$ 108.58
Wilson	Darrel E.	\$ 9,400.00	\$ 175.07
Wilson	Dean	\$ 5,580.00	\$ 103.92
Wilson	Howard	\$ 8,800.00	\$ 163.89
Winford	Kim	\$ 16,400.00	\$ 305.43
Wisdom	Larry W.	\$ 8,800.00	\$ 163.89
Worley	Robert B	\$ 2,000.00	\$ 37.25
Wulf	James E.	\$ 9,400.00	\$ 175.07
Wynn	Jerry	\$ 8,200.00	\$ 152.72
Yates	Darin	\$ 11,165.00	\$ 207.94
Zori	Alfred Ray	\$ 5,830.00	\$ 108.58
Zouzalik	Darrell	\$ 9,200.00	\$ 171.34
Zouzalik	Mark	\$ 12,932.00	\$ 240.85
Total		\$ 9,852,672.74	\$ 183,496.22
Distribution Amount		\$ 183,496.22	
Distribution %		1.8623975%	