

**UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF NORTH CAROLINA  
CHARLOTTE DIVISION**

IN RE: ALL FUNDS ON DEPOSIT	)	
IN ACCOUNT NUMBER 000669829075	)	
IN THE BANK OF COMMERCE, INC.,	)	
AT NATIONS BANK, N.A.,	)	C.A. NO. 3:98mc96-McK
CONSISTING OF \$18,756,420.97,	)	
<u>MORE OR LESS.</u>	)	
GEORGE AND DOLORES ROLLAR,	)	
	)	
Plaintiffs,	)	C.A. NO. 3:01CV205-McK
	)	
v.	)	
	)	(CASES CONSOLIDATED)
UNITED STATES OF AMERICA, et al.,	)	
	)	
Defendants,	)	
	)	
RICHARD VASQUEZ,	)	
	)	
Intervener.	)	
	)	

**DECLARATION OF CLAIMANT OBASI JOHN VALENTINE IN SUPPORT  
OF FIRST EMERGENCY DISTRIBUTION OF FUNDS FROM RECEIVER**

I, OBASI JOHN VALENTINE, declare:

1. I am a Claimant to certain of the funds held in this Receivership proceeding by Receiver Michael J. Quilling. If called to testify to the facts contained herein, I could and would do so competently based upon personal knowledge.

2. I am the sole owner of the following entity claimants through which I caused to be invested monies with Sterling Management Services, Inc.: OVAL; OVAL FINANCIAL &

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INVESTMENT GROUP, LTD.; OVAL INSURANCE SERVICES; and GLOBAL RICHES, ECONOMICS & TREASURES; and OVAL PACIFIC TELESYS CORPORATION.

3. I have filed six claims which total \$11,380,000 with the Receiver in this matter based upon my investment losses suffered as a result of the scheme of Frederick J. Gilliland operating through Sterling Management Services, Inc.

4. On or about February 24, 2003, the Receiver sent me correspondence indicating that he would contingently approve a net claim in the amount of \$443,850.00. A true and correct copy of the Receiver's correspondence dated February 24, 2003 is attached hereto as Exhibit "1".

5. Although I maintain the right to receive a distribution from the receivership in an amount deemed appropriate by this Court based upon the asserted validity of all of my claims, I am hereby Petitioning the Court for an Emergency Distribution based solely on the contingently-approved sum of \$443,850 identified by the Receiver due to my current financial need and my anticipated financial need in the near-term. I am respectfully requesting the sum of \$100,000 be disbursed to me (approximately 22.5% of those monies deemed contingently payable by the Receiver), or as much thereof as deemed appropriate by Order of this Court.

6. The need for this requested Emergency Distribution arises out of my current lack of income and lack of savings which has resulted in an impending foreclosure upon my family residence. A true and correct copy of the Notice of Default from my mortgage lender is attached hereto as Exhibit "2". I also am currently delinquent in the payment of property taxes for my residence. A true and correct copy of my delinquent tax bill is attached hereto as Exhibit "3".

7. My lack of current income has also resulted in my inability to pay for the caregiver necessary to assist me in raising my 11 year-old son whose mother abandoned our

family 10 ½ years ago. I am also unable to afford food and medical coverage for myself and my son. I am further unable to pay attorneys' fees and costs which are being incurred for this proceeding.

8. The monthly sums necessary for me to meet my ongoing mortgage, property tax, caregiver, food, utility, medical insurance and ordinary living expenses is \$6,000.00.

9. I am suffering from disability to my spine and head.

10. I do not know when or if I will be able to return to gainful employment and receive income therefrom.

11. In his correspondence dated February 24, 2003, the Receiver identified four (4) wire transfers of monies for which I presented evidence attributable to me and/or one of my related entity claimants having wired funds which were deposited into Gilliland account(s) subsequently delivered into the pending Receivership. The following transfers and deposits were so identified by the Receiver:

1. July 31, 1998 wire transfer from Oval Pacific Telesys Corp. to Sterling Management Services, Inc. in the amount of \$100,000;
2. July 16, 1998 wire transfer from Oval Pacific Telesys Corp. to Sterling Management Services, Inc. in the amount of \$900,000;
3. July 24, 1998 wire transfer from my account to Sterling Management Services, Inc. in the amount of \$99,925;
4. August 24, 1998 wire transfer from my account to Sterling Management Services, Inc. in the amount of \$599,925.

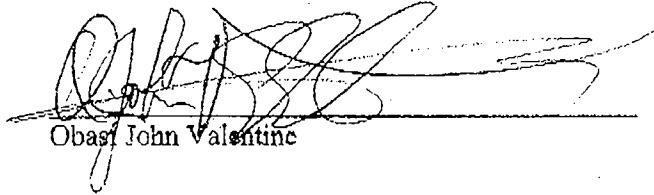
12. I hereby affirm and declare that each of the four (4) transfers identified by the Receiver and noted in the preceding paragraph derived from monies wholly owned by me, from

accounts wholly owned by me, and did not include any monies aggregated from or owned by any other person or entity.

13. Based on the foregoing, I respectfully pray that the Court direct the Receiver to immediately disburse the sum of \$100,000 be disbursed to me, or as much thereof as this Court deems appropriate.

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct.

Executed this 18<sup>th</sup> day of January, 2005 at San Diego, California.



Obasi John Valentine

# QUILLING, SELANDER, CUMMISKEY & LOWNDS

A PROFESSIONAL CORPORATION  
ATTORNEYS AND COUNSELORS

2601 BRYAN STREET, SUITE 1800  
DALLAS, TEXAS 75201

MICHAEL J. QUILLING  
BOARD CERTIFIED  
BUSINESS BANKRUPTCY LAW  
AND CIVIL TRIAL LAW  
TEXAS BOARD OF LEGAL SPECIALIZATION

TELEPHONE: (214) 871-2160  
TELEFAX: (214) 871-2111

February 24, 2003

Mr. John Valentine  
Oval Financial & Investment  
627 H Street, A-343  
Chula Vista, CA 91910

Re: *In re: All Funds on Deposit in Account Number 000669829075 in the name of MM  
ACMC Banque de Commerce, Inc., at NationsBank, N.A., Consisting of  
\$18,756,420.97, More or Less; C.A. No. 3:98mc96-MCK*

*George and Dolores Rollar, Plaintiff, v. United States of America, et al., Defendants,  
v. Richard Vasquez, Intervener, C.A. No. 3:01cv205-MCK*

Dear John:

Thank you for your most recent set of documents regarding your various claims. I have reviewed these materials and have a number of comments.

- You have provided me evidence of a \$100,000.00 wire transfer by Oval Pacific Telesys Corp. on July 31, 1998 into the Bank of Butterfield account in the name of Sterling Management Services, Inc. The wire was sent from your account no. 1033278, but I cannot tell the bank from which the wire was initiated. Is it Mellon Bank, and if so, from which branch was it sent? Once I receive this information I will, subject to the offset discussed below, be in a better position to consider allowing that claim.
- You have provided me evidence of a wire transfer on May 7, 1998 in the amount of \$800,000.00 from Oval Pacific Telesys Corp. to an account at Belize Bank, Ltd. in the name of First Global International, Inc. These funds did not go to an account which is involved in my receivership and, therefore, this claim will be disallowed unless you can show me a transfer from the Belize Bank, Ltd. by First Global International, Inc. into an account which is the subject of the receivership.
- You have provided me evidence of a wire transfer on July 16, 1998 in the amount of \$900,000.00 from Oval Pacific Telesys Corp. to the Sterling Management Services account at the Bank of Butterfield. However, the bank records that I currently have

February 24, 2003

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available to me from the Bank of Butterfield do not show a receipt of these funds. I am missing a couple of pages and perhaps the transfer will be revealed once I obtain the additional bank records. Until I obtain those records this claim will have to remain pending except as discussed further below.

- You have provided me evidence of a wire transfer on April 29, 1998 in the amount of \$800,000.00 by Oval Pacific Telesys Corp. to an account in the name of Sterling Management Services, Inc. at Barclays Bank, Turks and Caicos. This account is not part of the receivership proceedings as of this time and, therefore, cannot be allowed at this time. I anticipate being appointed as receiver for Sterling Management Services, Inc. in the near future and at that time I will be able to reconsider this claim as a claim against Sterling Management Services, Inc.
- You have provided me evidence of a wire transfer on July 24, 1998 in the amount of \$99,925.00 from your account at the Excelsior Bank & Trust to Sterling Management Services, Inc.'s account at Bank of Butterfield. Subject to the offsets discussed below, I will be in a position to allow this claim.
- You have provided me with evidence of a wire transfer on August 24, 1998 in the amount of \$599,925.00 from your account at Excelsior Bank & Trust to Sterling Asset Services, Ltd.'s account at the Allied Bank Dunbar. Subject to the offsets discussed below, I will be in a position to allow this claim. The reconciliation which you sent to me along with the other materials regarding your Excelsior Bank & Trust account is "blacked out" in a number of places. I need you to send me an un-redacted version of the reconciliation.
- The records currently available to me reflect that on August 6, 1998, Sterling Management Services, Inc. sent a wire transfer to your account at Excelsior Bank & Trust in the amount of \$1,256,000.00 from its account at Bank of Butterfield. Accordingly, if I allow each of the wire transfers discussed above (excluding the \$800,000.00 Belize Bank, Ltd. transaction and the \$800,000.00 Barclays Bank transaction which are not part of this receivership) as valid claims, your total claim would be \$1,699,850.00. Against that there is an offset of \$1,256,000.00 giving you a net claim of \$443,850.00.
- The bank records available to me indicate that on August 3, 1998 a wire transfer was made to the Bank of Butterfield in the amount of \$80,000.00 by something the Bank identified as Oval Insurance Services. Does this have anything to do with you. If so, please send me the evidence of the wire transfer.

February 24, 2003

Page 3

- The bank records available to me indicate that on August 3, 1998 a wire transfer was made to the Bank of Butterfield in the amount of \$200,000.00 by Oval Pacific. Does this have anything to do with you. If so, please send me evidence of the wire transfer.

One of the documents you sent to me (a copy of which is attached hereto as Exhibit A) reflects that during the application process with regard to one of these fraudulent programs that you were a pastor with an annual salary of \$50,000.00 and a net worth of \$3 million. I am troubled by how someone with that type of income can be making these types of transfers and claiming it to be their own money. My belief is still that some of this money, if not a substantial portion of it, belongs to other people and I renew my request to you to provide that information to me. One of the ways that I can be convinced otherwise is for you to provide to me copies of your bank records with respect to your account at Mellon Bank from which these transfers were initiated. I ask that you do so as soon as possible. Of course, my alternative is simply to subpoena those bank records myself.

Please contact me as soon as your schedule permits to discuss this matter further.

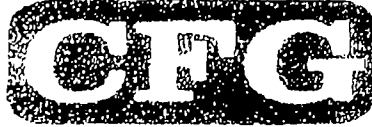
Very truly yours,



Michael J. Quilling

MJQ/lms

cc: Bill Brafford, U.S. Attorney's Office  
Rodney Alexander  
Jennifer Leong  
Milo Segner  
Dee Raibourn (of the Firm)  
Laura Scurlock (of the Firm)  
Steve Tomasky (of the Firm)



CAESAR FUNDING GROUP

Ross P Richardson

La Jolla, California

Corey D. Salankey  
930 Via Mil Cumbres  
Suite 36  
Solana Beach, California

APPLICATION  
CAESAR FUNDING GROUP TRUST  
GLOBAL RICHES, ECONOMICS AND TREASURES (GREAT)

CONFIDENTIAL INVESTOR INFORMATION

Full Name: Oban John Valentine  
Account Name: D. John VALENTINE  
Physical Mailing Address: POB 80517, San Diego, CA 92138-0517

Residence Address: \_\_\_\_\_

Occupation: Factor + Entrepreneur

Employer: Self

Employer's Address: \_\_\_\_\_

Phones: Home 619-470-8289 Fax 619-479-1973

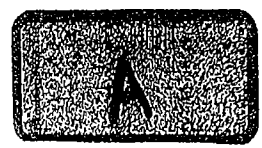
Work \_\_\_\_\_ Fax \_\_\_\_\_  
U.S. Resident  Overseas Resident \_\_\_\_\_ DOB 06/16/61 Marital Status Single

OPENING ACCOUNT INFORMATION

1. Have you ever traded currencies, securities, commodities, futures, options? Yes
2. Annual Income \$50,000 Net Worth \$3,000,000 Initial Deposit \$100,000.00
3. Primary Beneficiary ISAIAH VALENTINE and/or TRUST
4. Secondary Beneficiary CHARITY J. VALENTINE
5. You appoint CFG and Great as fiduciary agent who is your attorney-in-fact to manage your account and transact with traders, brokerage houses and banks.
6. You agree to hold CFG and GREAT harmless for market fluctuations or trading limitations but for full accountability of funds entrusted in their care.
7. You agree to allow CFG and GREAT ninety (90) days (from wire confirmation) to enter a contract and sixty (60) days (from receipt of request) to liquidate a contract.

Please sign and return to: Caesar Funding Group

[Signature] La Jolla, California 92037  
Applicant Number 1 Sept. 30, 1998 Date Applicant Number 2 \_\_\_\_\_





71069017515106721261

**NOTICE OF DEFAULT**

December 16, 2004

VIA First Class Mail  
VIA Certified Mail (return receipt requested)  
Certified Number: 71069017515106721261  
Reference Code: 0412

Obasi Valentine

P O BOX 548  
LEMON GROVE, CA 91946-0548

Loan Number: 32075335  
Property Address: 1123 Manchester Street, National Ci. CA 91950-0000

**AVISO IMPORTANTE PARA PERSONAS DE HABLA HISPANA:**

Esta notificación es de suma importancia. Puede afectar su derecho a continuar viviendo e una traducción inmediatamente o contáctenos ya que tenemos representantes que hablan espa

Dear Borrower (s):

**SPECIAL NOTICE IN THE EVENT YOU HAVE FILED**

If you have received a Chapter 7 discharge under the Bankruptcy Code of the United States discharged pursuant to a completed Chapter 13 plan, this notice is not intended and does not apply to you personally. If the foregoing applies to you, this notice is sent to you only as a preliminary notice against the above-referenced property. Notice provisions may be contained within your mortgage agreement prior to foreclosure. It is not an attempt to assert that you have any personal liability for this debt.

In addition, if you have recently filed a petition under the Bankruptcy Code, this notice has been sent to you because Ocwen has not been notified of your bankruptcy case. If the foregoing applies to you, it is **IMPORTANT** that you or your bankruptcy attorney contact us immediately and provide us with the following information: date and jurisdiction of your filing, your case number and the number of the chapter you have filed.

You are hereby notified that this letter is an attempt to collect a debt. All information obtained will be used for that purpose. The debt is owed to Ocwen Federal Bank FSB ("Ocwen Federal") as the owner or servicer of your home loan and mortgage.

Unless you dispute the validity of the debt, or any portion thereof, within thirty days after receipt of this letter, the debt will be assumed to be valid by Ocwen Federal. If you notify Ocwen Federal in writing within thirty days that the debt or a portion of the debt is disputed, Ocwen Federal will send you verification of the debt. Verification of the debt or a portion thereof may be requested in writing from the Loan Resolution Consultant within thirty days. The failure to dispute the validity of the debt may not be construed by any court as an admission of liability by you.

Your mortgage payments are past due which puts you in default of your loan agreement. As of December 16, 2004, you owe the following:

Principal and Interest.....	\$ 5,228.82
Escrow.....	\$ 2,003.00
Current Late Charges.....	\$ 734.32
Prior Late Charges.....	\$ 0.00
Non-sufficient Funds Charges.....	\$ 0.00
Other Advances.....	\$ 28.35
Interest Arrearage.....	\$ 0.00
Non-Escrow Balance.....	\$ 0.00
Subsidy Balance (CREDIT).....	\$ 0.00
Suspense Balance (CREDIT).....	\$ 491.95
Non-NSF Fees.....	\$ 0.00
Interest Reserve Balance.....	\$ 0.00
<b>TOTAL DUE.....</b>	<b>\$ 7,552.54</b>

2003  
**TO PAY 1st INSTALLMENT**  
 SEND THIS STUB WITH YOUR PAYMENT  
 THIS INSTALLMENT AMOUNT \$39,568.07  
 \*\*\*\*\*362.85

2003  
**TO PAY 2nd INSTALLMENT**  
 SEND THIS STUB WITH YOUR PAYMENT  
 THIS INSTALLMENT AMOUNT \$39,568.07  
 \*\*\*\*\*362.85

TO PAY BOTH INSTALLMENTS BY 03/01/04  
 DELINQUENT AFTER  
 MAR 1, 2004  
 669 171 03 00

SEND BOTH STUBS WITH PAYMENT OF  
 DELINQUENT AFTER  
 JUN 30, 2004  
 669 171 03 00

P.O. Box 129009  
 San Diego, CA 92112

P.O. Box 129009  
 San Diego, CA 92112

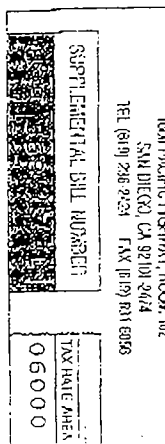
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0200004063083956807132000036285839568071369 HH

8395680713  
 VALENTINE OBASIO  
 1123 MANCHESTER ST  
 NATIONAL CITY CA 91950

2003  
 SUPPLEMENTAL SECURED PROPERTY TAX BILL  
 COUNTY OF SAN DIEGO, STATE OF CALIFORNIA  
 FISCAL YEAR JUNE 30, 2003 TO JUNE 30, 2004  
**DAN McALLISTER TREASURER-TAX COLLECTOR**  
 1000 PACIFIC HIGHWAY, ROOM 182  
 SAN DIEGO, CA 92101-2474  
 TEL (619) 236-2931 FAX (619) 831-6935

THIS IS A SUPPLEMENTAL TAX BILL ON  
 THE BELOW DESCRIBED PROPERTY  
 PRORATED AMONG SEVERAL OWNERS PER  
 THE CGSS SECTION 75 AND SERVES AS  
 THE ASSESSORS REQUIRED NOTICE OF  
 VALUE CHANGE DUE TO A CHANGE OF  
 OWNERSHIP ON MAY 30, 2003.



THIS BILL MAILED ON JAN 23, 2004  
 Z91950 089893 02309

REGULAR PARCEL NO:  
 669-171-03-00  
 PROPERTY ADDRESS:  
 1123 MANCHESTER ST  
 NATIONAL CITY CA 91950  
 DESCRIPTION OF PROPERTY:

THESE TAXES ARE A LIEN ON THE PROPERTY, PRORATED  
 AMOUNT COVERS YOUR OWNERSHIP OF 366 DAYS, (FROM  
 JUL 1, 2003 TO JUN 30, 2004) OF 366 DAYS FROM  
 JUL 1, 2003 TO JUN 30, 2004

SUPPLEMENTAL VALUES AND EXEMPTIONS

LAND	IMPROVEMENTS	TOTAL
175000	266000	441000
127500	244800	372300
47500	21200	68700

ASSESSED VALUES \$ 175000 \$ 266000 \$ 441000  
 PRIOR TAX ROLL VALUES 127500 244800 372300  
 INCREASE IN ASSESSMENT 47500 21200 68700

NEW EXEMPTIONS INCLUDING HOMEOWNER'S  
 SUPPLEMENTAL VALUE ASSESSMENT \*\*\*\*\* \$ 68700  
 PRORATED 12 MONTHS (1.00) OF FISCAL YR 2003-2004  
 YOUR OWNERSHIP PRORATE 366/366 DAYS 1.000000

YOUR TAX DISTRIBUTION:

AGENCY	BASE	RATE	TAX AMOUNT
1% TAX ON NET VALUE	1.00000		687.00
VOTER APPROVED BOND	NET 0.02275		15.63
NATIONAL CITY	NET 0.01956		13.43
HIGH SCHOOL	NET 0.00727		4.99
COMMUNITY COLLEGE	NET 0.00610		4.19
METRO WATER DISTRICT	NET 0.00067		.46
COUNTY WTR AUTHORITY	NET 1.05835		725.70
TOTAL ON NET VALUE			725.70
VALUE PRORATE FACTOR	1.00000		
OWNERSHIP PRORATE FACTOR	1.00000		
TOTAL ADDITIONAL TAXES DUE			725.70

**SUPPLEMENTAL TAX BILL**

TAX COST	1st INSTALLMENT 10% PENALTY AFTER MAR 1 2004	2ND INSTALLMENT 10% PENALTY + \$10 COST AFTER JUN 30 2004	TOTAL TAX PENALTIES APPLY WHEN SHOW
10% PENALTY COST TOTAL	362.85	362.85	725.70

THIS BILL NOT GOINT TO MORTGAGE COMPANY SEE REVERSE FOR AUTOMATED 24 HOUR PAYMENT INFORMATION

Exhibit 3