

**ROBB EVANS**  
**Receiver of**  
**Assets of James P. Lewis, Jr.,**  
**Financial Advisory Consultants,**  
**Income Fund Ltd. &**  
**Growth Fund Ltd.**

11450 Sheldon Street  
Sun Valley, California 91352-1121  
Telephone No.: (818) 768-8100  
Facsimile No.: (818) 768-8802

**Securities and Exchange Commission v. James P. Lewis, Jr., et al.**  
**CASE No. CV 03-9354 ABC (VBKx)**

**Report of Receiver's Activities February 1, 2007 Through June 30, 2007**

**Filed July 30, 2007**

FILED

1 GARY OWEN CARIS (SBN 088918)  
 gcaris@mckennalong.com  
 2 LESLEY ANNE HAWES (SBN 20110100) PM 3: 34  
 lhawes@mckennalong.com  
 3 ERIN M. JACKSON (SBN 240395) DISTRICT COURT  
 ejackson@mckennalong.com CENTRAL DISTRICT OF CALIF.  
 4 MCKENNA LONG & ALDRIDGE LLP LOS ANGELES  
 444 South Flower Street, 8th Floor  
 5 Los Angeles, CA 90071-2901  
 Telephone: (213) 688-1000  
 6 Facsimile: (213) 243-6330

7 Attorneys for Receiver  
**ROBB EVANS**

8 **UNITED STATES DISTRICT COURT**  
 9 **CENTRAL DISTRICT OF CALIFORNIA, WESTERN DIVISION**

10  
 11 SECURITIES AND EXCHANGE  
 12 COMMISSION,

13 Plaintiff,

14 v.

15 JAMES P. LEWIS, JR., individually  
 and doing business as FINANCIAL  
 16 ADVISORY CONSULTANTS,  
 INCOME FUND, LTD. AND  
 17 GROWTH FUND, LTD.,

18 Defendants.

CASE NO. CV 03-9354 ABC (VBKx)

**REPORT OF RECEIVER'S  
 ACTIVITIES FEBRUARY 1, 2007  
 THROUGH JUNE 30, 2007**

[NO HEARING REQUIRED]

19  
 20  
 21  
 22 TO THE HONORABLE AUDREY B. COLLINS, UNITED STATES  
 23 DISTRICT JUDGE:

24 Robb Evans, Receiver of the assets of James P. Lewis, Jr., individually and  
 25 doing business as Financial Advisory Consultants, Income Fund, Ltd. and Growth

26 ///

27 ///

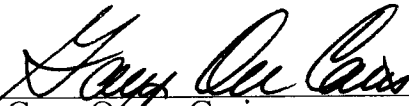
28

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

Fund, Ltd., herewith submits his Report of Receiver's Activities for the period from February 1, 2007 through June 30, 2007, constituting the eighth report to the Court.

Dated: July 30, 2007

Respectfully submitted,  
MCKENNA LONG & ALDRIDGE LLP

By:   
\_\_\_\_\_  
Gary Owen Caris  
Lesley Anne Hawes  
Erin M. Jackson  
  
Attorneys for Receiver  
**ROBB EVANS**

**ROBB EVANS**  
**Receiver of the**  
**Assets of James P. Lewis, Jr. individually and DBA**  
**Financial Advisory Consultants, Income Fund, Ltd. &**  
**Growth Fund, Ltd.**

**REPORT OF RECEIVER'S ACTIVITIES**  
**FEBRUARY 1, 2007 THROUGH JUNE 30, 2007**

This is the eighth report to the Court. The purpose of this report is to update the Court on the progress of the receivership. This report does not constitute an audit of the financial condition of the receivership; it is intended only for the information of the Court and should not be relied upon for other purposes.

### **Status of Assets**

#### **Property held jointly by Lewis and Sharon Lefevers**

##### **Sale of the Greenwich Property**

As previously reported in the prior reporting period, the Receiver executed a sale contract with the highest bidder on the Greenwich Property for \$2.26 million subject to Court approval. On February 13, 2007 this Court issued an Order approving the settlement agreement with Sharon and Bryan Lefevers and confirming the pending sale of the Greenwich Property. The sale closed and in March 2007 the receivership estate received net proceeds of \$2,094,250.

### **Investor Issues**

#### **Claims Against the "Winning" Investors and Third Parties**

As previously reported, the Receiver has made demand on over 400 investors to return amounts received that were in excess of their investment. While it is still too early in the process to predict how much the estate will ultimately recover from the winning investors, significant progress has been made. To date, the Receiver has negotiated settlements of about \$8.0 million, including settlements with James Lewis III and Allison Routson, Mr. Lewis' son and daughter. Settlements of about \$7.3 million have been approved by this Court. The Receiver intends to seek this Court's approval of the additional settlements in the near future. Negotiations with many other winning investors are ongoing.

**Investor and Creditor Distributions**

To date, three distributions totaling about \$13 million or 8.3% of approved claims have been made. The Receiver is not currently able to project when this Court's approval of a fourth distribution will be sought.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Robb Evans for". The signature is written in a cursive, flowing style.

Robb Evans  
Receiver

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**PROOF OF SERVICE BY MAIL**

**STATE OF CALIFORNIA, COUNTY OF LOS ANGELES**

I am employed in the aforesaid county, State of California; I am over the age of 18 years and not a party to the within action; my business address is **444 South Flower Street, Los Angeles, California 90071.**

On July 30, 2007, I served the **REPORT OF RECEIVER'S ACTIVITIES FEBRUARY 1, 2007 THROUGH JUNE 30, 2007** on the interested parties in this action by placing the **true copy**/original thereof, enclosed in a sealed envelope, postage prepaid, addressed as follows:

**SEE ATTACHED SERVICE LIST.**

I am readily familiar with the business practice of my place of employment in respect to the collection and processing of correspondence, pleadings and notices for mailing with United States Postal Service.

The foregoing sealed envelope was placed for collection and mailing this date consistent with the ordinary business practice of my place of employment, so that it will be picked up this date with postage thereon fully prepaid at Los Angeles, California, in the ordinary course of such business.

(STATE)

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

(FEDERAL)

I declare under penalty of perjury that the foregoing is true and correct, and that I am employed at the office of a member of the bar of this Court at whose direction the service was made.

Executed on July 30, 2007 at Los Angeles, California.

  
Signature

Pamela A. Coates  
Print Name

**SERVICE LIST**

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

Gregory C. Glynn, Esq.  
Peter F. Del Greco, Esq.  
SECURITIES AND EXCHANGE COMMISSION  
Randall R. Lee, Regional Director  
Sandra J. Harris, Associate  
Regional Director  
5670 Wilshire Blvd., 11<sup>th</sup> Floor  
Los Angeles, CA 90036-3648  
Tel.: (323) 965-3998  
Fax: (323) 965-3908

Attorneys for Plaintiff  
Securities and Exchange Commission

Thomas H. Bienert, Jr., Esq.  
Steven L. Krongold, Esq.  
BIENERT & KRONGOLD  
107 Avenida Miramar, Suite B  
San Clemente, CA 92672-6713  
Tel.: (949) 369-3700  
Fax: (949) 496-6753

Attorneys for Sally Lewis

Kerry L. Steigerwalt, Esq.  
THE LAW OFFICES OF  
KERRY L. STEIGERWALT, A.P.L.C.  
3555 Fourth Avenue  
San Diego, CA 92103  
Tel.: (619) 297-2800  
Fax: (619) 908-3836

Attorneys for Blakney Boggs

Joseph G. Dicks, Esq.  
LAW OFFICES OF  
JOSEPH G. DICKS, APC  
2720 Symphony Towers  
750 B Street  
San Diego, CA 92101-8129  
Tel.: (619) 685-6800  
Fax: (619) 557-2735

Attorneys for Blakney Boggs

Michael Handwerker, Esq.  
HANKIN, HANDWERKER & MAZEL, PLLC  
7 Penn Plaza, Suite 904  
New York, NY 10001  
Tel.: (212) 349-1668  
Fax: (212) 227-7317

Attorneys for Byron Lefevers and Sharon  
Lefevers

George H. David, Esq.  
78121 Rainbow Drive  
Palm Desert, CA 92211  
Tel.: (760) 200-5572  
Fax: (760) 200-5571

Attorneys for Leonard and Charmaine  
Mackenzie

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

Dean T. Kirby, Jr., Esq.  
KIRBY & MCGUINN  
600 B Street, Suite 1950  
San Diego, CA 92101  
Tel.: (619) 685-4000  
Fax: (619) 685-4004

Attorneys for Harlan Loomas

Michael Wischkaemper, Esq.  
LAW OFFICES OF MICHAEL WISCHKAEMPER  
1808 Aston Avenue, Suite 240  
Carlsbad, CA 92008  
Tel.: (760) 438-1222  
Fax: (760) 438-7888

Attorneys for Harlan Loomas

David M. Robinson, Esq.  
ROBINSON & SCHMIDT  
12121 Wilshire Blvd., Suite 1400  
Los Angeles, CA 90025  
Tel.: (310) 914-2444  
Fax: (310) 207-6308

Attorneys for Janet Goldblatt

Edward W. Cochran, Esq.  
COCHRAN & COCHRAN  
20030 Marshmont Road  
Shaker Heights, OH 44122  
Tel.: (216) 751-5546  
Fax: (216) 751-6630

Attorneys for Janet Goldblatt

Frank H. Tomlinson, Esq.  
PRITCHARD, MCCALL & JONES, L.L.C.  
505 North 20<sup>th</sup> Street, Suite 800  
Birmingham, AL 35203  
Tel.: (205) 328-9190  
Fax: (205) 458-0035

Attorneys for Janet Goldblatt

Paul S. Rothstein  
626 NE First Street  
Gainesville, FL 32601  
Tel.: (352) 376-7650  
Fax: (352) 374-7133

Attorneys for Janet Goldblatt

Sean A. OKeefe, Esq.  
WINTHROP COUCHOT, PC  
660 Newport Center Drive, Ste. 400  
Newport Beach, CA 92660  
Tel.: (949) 720-4100  
Fax: (949) 720-4111

Counsel to Timothy Robinson Eames, Cari Eames, Garth Geddes Eames, Edna Lou Eames, Barry H. Lloyd, Jill Lloyd, Kent Mathis Harman, Tamara Harman, Jack Merrill Harman, Shelley Harman, Bob Merrill Harman, Twila Harman, Brent Maurice Harman, Kristin Harman, Kurt Ivie Harman and Robin Harman and other investors

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

James P. Lewis, Jr.  
c/o Santa Ana City Jail  
62 Civic Center Plaza  
Santa Ana, CA 92701-4060

Defendant

James J. Warner, Esq.  
James S. Brasher, Esq.  
LAW OFFICES OF JAMES J. WARNER  
3233 Third Avenue  
San Diego, CA 92103  
Tel.: (619) 243-7333  
Fax: (619) 243-7343

Attorneys for James P. Lewis, Jr.

Kenneth I. Gross, Esq.  
PERLISS & GROSS  
555 S. Flower Street, Ste. 4520  
Los Angeles, CA 90071  
Tel.: (213) 627-0218  
Fax: (213) 623-4628

Attorneys for Investor and Interested Party  
John Kovak

James B. Fairbanks, Esq.  
PICKERING & PETERSON  
300 South Fourth Street, Suite 900  
900 Bank of America Plaza  
Las Vegas, NV 89101

Attorneys for Harrah's Entertainment, Inc.

**ADDITIONAL INTERESTED PARTIES**

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

George Frudakis  
c/o Marcia Schwartz  
First Team Real Estate  
17240 E. 17<sup>th</sup> Street  
Tustin, CA 92780

Mark Kirshbaum  
431 Nyes Place  
Laguna Beach, CA 92651

John Karel  
The Veytia Group  
23251 Coast Highway  
Laguna Beach, CA 92651