

**ROBB EVANS & ASSOCIATES LLC**

**Receiver of**

**Homeland Financial Services, National Support Services, LLC, United Debt Recovery, LLC,  
Freedom First Financial, LLC, Prosper Financial Solutions,  
USA Debt Co, LLC, aka USADEBT.CO.COM and  
Monitor of Nationwide Support Services, Inc.**

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**Federal Trade Commission v. Dennis Connelly, et al.  
CASE No. SACV 06-701 DOC (RNBx)**

**Final Report of Receiver's Activities and Accounting as of March 10, 2009**

**Filed March 17, 2009**

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ASSOCIATES LLC

8 UNITED STATES DISTRICT COURT  
9 CENTRAL DISTRICT OF CALIFORNIA

10  
11 FEDERAL TRADE COMMISSION,  
12 Plaintiff,

13 v.

14 DENNIS CONNELLY, et al.,  
15 Defendants.

CASE NO. SACV-06-701 DOC  
(RNBx)

**FINAL REPORT OF RECEIVER'S  
ACTIVITIES AND ACCOUNTING  
AS OF MARCH 10, 2009**

16  
17 Robb Evans and Robb Evans & Associates LLC as Receiver of Homeland  
18 Financial Services, Inc. and other related and affiliated entities hereby submits its  
19 Final Report of Receiver's Activities and Accounting as of March 10, 2009.

20 Dated: March 17, 2009

MCKENNA LONG & ALDRIDGE LLP  
Gary Owen Caris  
Lesley Anne Hawes

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23 By: /s/ Gary Owen Caris  
Gary Owen Caris

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25 Attorneys for Receiver  
ROBB EVANS and ROBB EVANS  
& ASSOCIATES LLC  
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**ROBB EVANS and ROBB EVANS & ASSOCIATES LLC.**

**Receiver of  
Homeland Financial Services, Inc., et al.**

**FINAL REPORT OF RECEIVER'S ACTIVITIES & ACCOUNTING**

**AS OF MARCH 10, 2009**

**Summary of Activities**

This is the final report and accounting to the Court. The Receiver<sup>1</sup> has completed its duties required by the orders issued by this Court. The purpose of this report is to provide a summary of the final issues and requirements addressed by the receivership estate to resolve and collect any remaining assets and prepare the estate to close. This report also presents a final accounting, and requests payment of the Receiver's unpaid fees and out-of-pocket expenses, the discharge of the Receiver, and the exoneration of the bond.

**Previous Activities and Reports**

On August 9, 2006 and August 11, 2006, the Court issued two Temporary Restraining Orders in this action in which Robb Evans and Robb Evans & Associates LLC were appointed Temporary Receiver of Homeland Financial Service, LLC (Homeland), National Support Service, LLC (National), United Debt Recovery, LLC (United), Freedom Financial LLC (Freedom), USA Debt Co., LLC (DebtCo), Financial Liberty Services, LLC (FLS) and Robina Capital, Inc. (Robina). The orders also appointed the Receiver as Monitor over the entity Nationwide Support Service, Inc. (Nationwide).

Stipulations were entered between the FTC and certain defendants that resolved the proceedings with Nationwide, DebtCo, Freedom, Robina, and for winding up the Monitor proceedings with respect to Nationwide. The Court also entered the Stipulated Final Order as to Defendants Homeland, National, and United. The orders provided for the continuation of the receivership until all assets and claims have been liquidated by the Receiver and the Receiver files its final report.

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<sup>1</sup> Reference to the Receiver in this report means the Receiver, the Receiver's Officers and staff, and its counsel.

In November 2007, the Receiver filed its Claims/Distribution Procedures Motion which was granted by the Court by minute order issued December 17, 2007. Pursuant to that motion, the Receiver was authorized to implement a claims filing and allowance procedure for the non-consumer creditors with pre-receivership claims against the estate. The non-consumer creditors were advised in writing of the amount of their claim that the Receiver would allow based on the books and records of the estate, and they were given an opportunity to contest the proposed claim amount and demonstrate to the Receiver's satisfaction that the claim amount should be modified. The Receiver has resolved the allowed amount of all non-consumer claims against the estate.

Pursuant to the order granting the Claims/Distribution Procedures Motion, the Court has also authorized that the assets of the receivership available for distribution be distributed pro rata among all consumer and non-consumer creditors of the estate and that the Federal Trade Commission be responsible for making any distributions to the tens of thousands of consumer creditors with claims in this case. Pursuant to the entered orders, the Receiver was also authorized to turn over to the Federal Trade Commission the pro rata amount of receivership assets available for distribution to the consumer creditors, and to retain and distribute the pro rata portion of the receivership assets that will be distributed on account of allowed non-consumer claims. The Receiver has already turned over the sum of \$661,051.41 to the Federal Trade Commission pursuant to this procedure.

The precise dollar amount of funds to be distributed by the Receiver on account of allowed non-consumer claims was unknown at the time of the Claims/Distribution Procedures Motion in that the Receiver was still in the process of liquidating the estate's remaining asset, namely the claims of FLS against Nationwide under a pre-receivership contract dispute. That claim has now been resolved as set forth below.

Most of the funds in the receivership available for distribution to creditors consist of proceeds of a settlement obtained by the Receiver on behalf of FLS through resolution of its dispute with Nationwide. Prior to the receivership, Nationwide and FLS entered into a Purchase Agreement dated October 17, 2005 pursuant to which Nationwide purchased all of FLS's assets for the sum of \$1,560,000. The Purchase Agreement provided for periodic payments of the purchase price over time, with interest and additional payments. FLS's rights under the Purchase Agreement are an asset of the receivership estate and enforceable by the Receiver.

Disputes arose between Nationwide and FLS under the Purchase Agreement and FLS's right to the balance of the purchase price based on an indemnity provision in the Purchase Agreement. Nationwide asserted it had claims and offsets against the remainder of the purchase price, citing the claims asserted by the Federal Trade Commission against National and FLS allegedly arising in part out of National's past servicing of its clients for which FLS agreed to indemnify Nationwide under the Purchase Agreement. In addition, the Receiver was holding post-receivership payments for Nationwide totaling \$170,462.50 which Nationwide claimed the Receiver should turn over to it. On October 31, 2008, the Receiver filed a motion for approval of the Receiver's Settlement Agreement with Nationwide resolving the claims against Nationwide under the pre-receivership Purchase Agreement. Under the settlement, which was approved by the Court, the Receiver was allowed to retain the \$170,462.50 being held and Nationwide paid the Receiver the additional sum of \$277,000.00 in full satisfaction of all remaining amounts due FLS under the Purchase Agreement.

The Receiver estimates it will incur asset preservation expenses and Receiver's fees and costs from January 1, 2009 through the closing of the estate of \$21,136.00 including fees and costs to make the distribution payments to non-consumer creditors, administer any uncashed checks and turn over the remaining estate funds to the Federal Trade Commission, close the estate's bank accounts, prepare any final tax returns and tax-related documents for the remaining receivership entities, and dispose of the records of the Homeland Entities, whether by turnover to the Federal Trade Commission or destruction. In addition, the Receiver estimates it will incur attorneys' fees and costs from January 1, 2009 through closing of the estate of \$13,000.00, including fees and costs for preparation of this final wind up motion, appearing at the hearing on the motion and advising the Receiver regarding the activities and issues that may arise in connection with the Receiver's wind up of the estate.

Allowed consumer claims against the receivership estate have previously been determined to be \$36,416,979.72 based on the records of the receivership entities. Based on the results of the claims process, the Receiver has determined there are \$404,390.63 in allowed non-consumer claims against the estate, representing 1.10% of the total consumer and non-consumer claims against the estate. As set forth in the Receiver's Final Report, Exhibit 1, the funds on hand in the receivership estate available for distribution were estimated to be \$668,392.02, after deducting actual receivership expenses, Receiver's fees and costs and attorneys' fees and costs incurred by the Receiver through December 31, 2008 and estimated receivership expenses, Receiver's

fees and costs, and attorneys' fees and costs through the conclusion of the receivership and wind up of the estate. Of that sum, 1.10%, or \$7,340.61, is required to be retained by the Receiver to make the pro rata distribution to holder of allowed non-consumer claims pursuant to the Court's order granting the Receiver's Claims/Distribution Procedures Motion. Pursuant to the order granting the Claims/Distribution Procedures Motion and the Final Homeland Judgment, the Receiver has already turned over to the Federal Trade Commission the pro rata amount of receivership funds to be distributed to consumer creditors in the amount of \$661,051.41.

In connection with the final distribution to non-consumer creditors, the Receiver also seeks authorization from the Court to impose a 60-day "stale date" for distribution checks issued to the non-consumer creditors. Given the limited amount involved and the need to limit administrative expenses incurred in making the distribution and winding up the estate, the Receiver seeks authority to turn over any funds remaining in the estate to the Federal Trade Commission, including funds remaining from distribution checks issued to non-consumer creditors that are not cashed once the checks have become stale-dated.

Respectfully submitted,

/s/

Robb Evans & Robb Evans & Associates LLC  
Receiver

Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Previously Reported	Sep 30, 07	Oct 31, 07	Nov 30, 07	Dec 31, 07	Jan 31, 08	Feb 29, 08	Mar 31, 08	Apr 30, 08	May 31, 08
<b>Funds Transferred from</b>										
Dennis Connelly/Dean Steward	10,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Richard Torkelson/David Weichert	226,580.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial Liberty Services	470,233.97	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
National Support Services	22,339.36	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
United Debt Recovery	5,803.53	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Homeland	5,981.08	0.00	0.00	0.00	0.00	0.00	20.62	0.00	0.00	0.00
Nationwide	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Funds Returned by Holbrook & Osborn, PA	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Revenue Mortgage	115,015.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal Funds Transferred In	855,952.94	0.00	0.00	0.00	0.00	0.00	20.62	0.00	0.00	0.00
<b>Ordinary Income/Expense</b>										
<b>Income</b>										
Nationwide Settlement	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest Income	0.00	1,755.28	116.74	120.84	121.06	121.06	0.00	222.64	96.13	90.69
Miscellaneous Income	3,233.84	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Service Fee Income	249,228.18	3,296.75	4,370.23	2,310.26	1,142.50	1,117.50	1,372.50	1,202.50	297.50	415.00
<b>Total Income</b>	252,462.02	3,296.75	6,125.51	2,427.00	1,263.34	1,238.56	1,372.50	1,425.14	393.63	505.69
<b>Expense</b>										
<b>Medical Insurance Premiums</b>										
C. Phelps	618.00	0.00	618.00	0.00	309.00	0.00	0.00	0.00	0.00	0.00
D. Connelly	8,208.00	0.00	2,664.00	0.00	1,332.00	0.00	0.00	0.00	0.00	0.00
W. Torkelson	1,540.00	0.00	1,544.00	0.00	772.00	0.00	0.00	0.00	0.00	0.00
<b>Total Medical Insurance Premiums</b>	10,366.00	0.00	4,826.00	0.00	2,413.00	0.00	0.00	0.00	0.00	0.00
<b>Court Ordered Payments</b>										
<b>Defendant Living Expenses</b>										
D. Connelly	6,100.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
R. Torkelson	7,420.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Defendant Living Expenses</b>	13,520.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Defendant Counsel Expenses/Fees</b>										
H. Dean Steward	128,176.33	0.00	0.00	0.00	0.00	0.00	3,417.73	0.00	0.00	0.00
Law Office of David W. Wiechert	202,179.55	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Defendant Counsel Expenses/Fees</b>	330,355.88	0.00	0.00	0.00	0.00	0.00	3,417.73	0.00	0.00	0.00
<b>Total Court Ordered Payments</b>	343,875.88	0.00	0.00	0.00	0.00	0.00	3,417.73	0.00	0.00	0.00
<b>Pre-Receivership Expenses</b>	1,769.24	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Previously Reported	Sep 30, 07	Oct 31, 07	Nov 30, 07	Dec 31, 07	Jan 31, 08	Feb 29, 08	Mar 31, 08	Apr 30, 08	May 31, 08
<b>Asset Preservation Expenses</b>										
Professional Services	10,530.57	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Contract Labor	286.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Taxes	266.15	0.00	0.00	0.00	0.00	0.00	0.00	1,728.00	0.00	0.00
Licenses/Fees	25.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	172.80	0.00
Payroll Processing Fees	929.33	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Rent/Storage	13,731.39	1,046.00	1,046.00	68.36	1,046.00	2,709.00	491.00	491.00	491.00	491.00
Bank Service Charge	800.13	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
ACH Processing Fees	438.25	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Outside Services - Fin Liberty	22,036.60	680.00	1,290.00	981.83	600.00	550.00	590.00	480.00	440.00	460.00
<b>Total Asset Preservation Expenses</b>	49,063.42	1,726.00	2,336.00	1,050.19	1,646.00	3,259.00	1,081.00	2,699.00	1,103.80	951.00
<b>Receivership Fees</b>										
Receiver's Fees										
R. Evans	6,595.20	0.00	0.00	0.00	57.60	57.60	0.00	0.00	0.00	28.80
B. Kane	13,225.00	125.00	0.00	150.00	0.00	0.00	25.00	0.00	0.00	0.00
K. Johnson	20,338.00	268.80	235.20	1,629.60	806.40	655.20	588.00	184.80	33.60	218.40
M. V. Miller	6,199.20	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
A. Jen	13,776.00	1,562.40	218.40	688.80	168.00	319.20	0.00	0.00	0.00	0.00
<b>Total Receiver's Fees</b>	60,123.40	1,956.20	453.60	2,468.40	1,032.00	1,032.00	613.00	184.80	33.60	247.20
<b>Senior Staff</b>										
M. Lin	17,205.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
L. Lee	10,995.00	15.00	15.00	15.00	15.00	15.00	15.00	0.00	0.00	120.00
F. Jen	300.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
C. DeCius	12,210.00	855.00	352.50	1,027.50	532.50	892.50	360.00	375.00	270.00	285.00
N. Wolf	216.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Senior Staff</b>	40,926.00	870.00	367.50	1,042.50	547.50	907.50	375.00	375.00	270.00	405.00
<b>IT Management</b>										
E. Roop	43,562.50	0.00	112.50	0.00	37.50	462.50	0.00	0.00	0.00	0.00
<b>Total IT Management</b>	43,562.50	0.00	112.50	0.00	37.50	462.50	0.00	0.00	0.00	0.00
<b>Support Staff</b>										
Support Staff	9,152.38	95.26	594.66	239.23	237.11	192.19	225.54	107.46	58.18	73.02
<b>Total Receivership Fees</b>	153,764.28	2,921.46	1,528.26	3,750.13	1,854.11	2,594.19	1,213.54	667.26	361.78	725.22



Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
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	Previously Reported	Sep 30, 07	Oct 31, 07	Nov 30, 07	Dec 31, 07	Jan 31, 08	Feb 29, 08	Mar 31, 08	Apr 30, 08	May 31, 08
<b>Receivership Expenses</b>										
Occupancy & Equipment Rental	1,976.65	356.18	205.41	233.06	355.73	195.94	98.28	119.04	54.74	25.59
Asset/Credit Searches	150.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Out of Pocket Expenses	8,405.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Postage/Delivery	1,141.84	88.10	3.43	29.04	28.20	49.75	34.39	23.55	1.79	29.69
Bond Premium	200.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Office Telephone & Supplies	756.29	24.64	61.82	8.60	7.68	16.91	74.14	22.29	26.93	0.00
Document Reproduction/Destruction	84.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Receivership Expenses</b>	<b>12,714.32</b>	<b>468.92</b>	<b>270.66</b>	<b>270.70</b>	<b>391.61</b>	<b>262.60</b>	<b>206.81</b>	<b>164.88</b>	<b>83.46</b>	<b>55.28</b>
<b>Legal Fees &amp; Costs</b>										
Legal Fees	43,557.00	1,433.50	3,169.50	6,619.50	2,757.00	2,369.00	1,063.00	859.50	123.00	410.00
Legal Costs	2,580.77	0.00	2.40	452.44	140.00	67.09	0.00	1.81	0.00	0.45
<b>Total Legal Fees &amp; Costs</b>	<b>46,137.77</b>	<b>1,433.50</b>	<b>3,171.90</b>	<b>7,071.94</b>	<b>2,897.00</b>	<b>2,436.09</b>	<b>1,063.00</b>	<b>861.31</b>	<b>123.00</b>	<b>410.45</b>
Post Order Withdrawals	212,274.85	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Expense</b>	<b>829,965.76</b>	<b>6,549.88</b>	<b>12,132.82</b>	<b>12,142.96</b>	<b>9,201.72</b>	<b>8,531.88</b>	<b>6,982.08</b>	<b>4,392.45</b>	<b>1,672.04</b>	<b>2,141.95</b>
<b>Net Ordinary Income</b>	<b>278,449.20</b>	<b>(3,253.13)</b>	<b>(6,007.31)</b>	<b>(9,715.96)</b>	<b>(7,938.36)</b>	<b>(7,313.32)</b>	<b>(5,588.96)</b>	<b>(2,967.31)</b>	<b>(1,278.41)</b>	<b>(1,636.26)</b>
<b>Fund Balance</b>	<b>278,449.20</b>	<b>(3,253.13)</b>	<b>(6,007.31)</b>	<b>(9,715.96)</b>	<b>(7,938.36)</b>	<b>(7,313.32)</b>	<b>(5,588.96)</b>	<b>(2,967.31)</b>	<b>(1,278.41)</b>	<b>(1,636.26)</b>

Funds Distribut to FTC for Consumer Redress 98.90%  
 Funds Distribut to Creditors 1.10%



Robb Evans Robb Evans Associates L.L.C., Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Jun 30, 08	Jul 31, 08	Aug 31, 08	Sep 30, 08	Oct 31, 08	Nov 30, 08	Dec 31, 08	Jan 15, 09	9/1/07- 1/15/09	TOTAL
<b>Asset Preservation Expenses</b>										
Professional Services	0.00	0.00	0.00	3,832.96	0.00	0.00	0.00	0.00	3,832.96	14,363.53
Contract Labor	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	286.00
Taxes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,728.00	1,994.15
Licenses/Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	172.80	197.80
Payroll Processing Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	929.33
Rent/Storage	0.00	1,018.00	516.00	516.00	0.00	1,032.00	0.00	516.00	11,477.36	25,208.75
Bank Service Charge	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	800.13
ACH Processing Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	458.25
Outside Services - Fin Liberty	460.00	0.00	820.00	400.00	200.00	280.00	320.00	0.00	8,551.83	30,588.43
<b>Total Asset Preservation Expenses</b>	460.00	1,018.00	1,336.00	4,748.96	200.00	1,312.00	320.00	516.00	25,762.95	74,826.37
<b>Receivership Fees</b>										
Receiver's Fees										
R. Evans	0.00	0.00	0.00	57.60	57.60	0.00	0.00	0.00	259.20	6,854.40
B. Kane	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	300.00	13,525.00
K. Johnson	235.20	403.20	235.20	100.80	571.20	168.00	67.20	0.00	6,400.80	26,728.80
M. V. Miller	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,199.20
A. Jen	100.80	151.20	0.00	0.00	117.60	0.00	201.60	0.00	3,528.00	17,304.00
<b>Total Receiver's Fees</b>	336.00	554.40	235.20	158.40	746.40	168.00	268.80	0.00	10,488.00	70,611.40
<b>Senior Staff</b>										
M. Lin	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	17,205.00
L. Lee	30.00	0.00	15.00	30.00	15.00	0.00	135.00	0.00	435.00	11,430.00
F. Jen	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	300.00
C. DeCinis	322.50	352.50	187.50	307.50	112.50	262.50	277.50	0.00	6,772.50	18,982.50
N. Wolf	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	216.00
<b>Total Senior Staff</b>	352.50	352.50	202.50	337.50	127.50	262.50	412.50	0.00	7,207.50	48,133.50
<b>IT Management</b>										
E. Roop	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	612.50	44,175.00
<b>Total IT Management</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	612.50	44,175.00
<b>Support Staff</b>	70.28	48.83	56.78	84.67	41.33	209.88	29.57	0.00	2,363.99	11,516.37
<b>Total Receivership Fees</b>	758.78	955.73	494.48	580.57	915.23	640.38	710.87	0.00	20,671.99	174,436.27

Robb Evans Robb Evans Associates L.L.C., Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Jun 30, 08	Jul 31, 08	Aug 31, 08	Sep 30, 08	Oct 31, 08	Nov 30, 08	Dec 31, 08	Jan 15, 09	9/1/07- 1/15/09	TOTAL
<b>Receivership Expenses</b>										
Occupancy & Equipment Rental	66.06	108.66	110.05	77.05	83.90	181.99	0.00	0.00	2,271.68	4,248.33
Asset/Credit Searches	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	150.00
Out of Pocket Expenses	0.00	0.00	0.00	0.00	0.00	6.00	0.00	0.00	0.00	8,405.54
Postage/Delivery	31.74	42.29	3.02	38.68	1.26	32.58	2.10	0.00	439.61	1,581.45
Bond Premium	100.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	100.00	300.00
Office Telephone & Supplies	28.50	72.03	27.90	37.16	30.35	31.73	11.44	0.00	482.12	1,238.41
Document Reproduction/Destruction	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	84.00
<b>Total Receivership Expenses</b>	<b>226.30</b>	<b>222.98</b>	<b>140.97</b>	<b>152.89</b>	<b>115.51</b>	<b>246.30</b>	<b>13.54</b>	<b>0.00</b>	<b>3,293.41</b>	<b>16,007.73</b>
<b>Legal Fees &amp; Costs</b>										
Legal Fees	241.50	1,228.50	569.50	2,780.50	2,322.50	594.00	2,259.00	0.00	28,799.50	72,356.50
Legal Costs	0.00	0.00	0.00	8.30	210.49	17.70	59.13	0.00	1,118.81	3,699.58
<b>Total Legal Fees &amp; Costs</b>	<b>241.50</b>	<b>1,228.50</b>	<b>569.50</b>	<b>2,788.80</b>	<b>2,532.99</b>	<b>770.70</b>	<b>2,318.13</b>	<b>0.00</b>	<b>29,918.31</b>	<b>76,056.08</b>
Post Order Withdrawals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	212,274.85
<b>Total Expense</b>	<b>1,686.58</b>	<b>3,425.21</b>	<b>2,540.95</b>	<b>8,271.22</b>	<b>3,763.73</b>	<b>2,969.38</b>	<b>3,362.54</b>	<b>516.00</b>	<b>90,303.39</b>	<b>920,269.15</b>
Net Ordinary Income	34,781.25	(1,784.14)	(604.89)	(5,074.44)	(2,535.32)	(2,853.20)	444,282.02	3,566.58	424,078.82	702,528.02
<b>Fund Balance</b>	<b>34,781.25</b>	<b>(1,784.14)</b>	<b>(604.89)</b>	<b>(5,074.44)</b>	<b>(2,535.32)</b>	<b>(2,853.20)</b>	<b>444,282.02</b>	<b>3,566.58</b>	<b>424,078.82</b>	<b>702,528.02</b>

Funds Distribut to FTC for Consumer Redress 98.90%  
 Funds Distribut to Creditors 1.10%

Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Closing Estimate	Total Expenses
Funds Transferred from		
Dennis Connelly/Dean Steward	0.00	10,000.00
Richard Torkelson/David Weichert	0.00	226,580.00
Financial Liberty Services	0.00	470,233.97
National Support Services	0.00	22,339.36
United Debt Recovery	0.00	5,803.53
Homeland	0.00	6,001.70
Nationwide	0.00	3,738.65
Funds Returned by Holbrook & Osborn, PA	0.00	1,700.00
Federal Reverse Mortgage	0.00	151,479.48
Subtotal Funds Transferred In	0.00	897,876.69
Ordinary Income/Expense		
Income		
Nationwide Settlement	0.00	447,462.50
Interest Income	0.00	2,975.89
Miscellaneous Income	0.00	4,389.75
Service Fee Income	0.00	270,092.34
Total Income	0.00	724,920.48
Expense		
Medical Insurance Premiums		
C. Phelps	0.00	1,545.00
D. Connelly	0.00	12,204.00
W. Torkelson	0.00	3,856.00
Total Medical Insurance Premiums	0.00	17,605.00
Court Ordered Payments		
Defendant Living Expenses		
D. Connelly	0.00	6,100.00
R. Torkelson	0.00	7,420.00
Total Defendant Living Expenses	0.00	13,520.00
Defendant Counsel Expenses/Fees		
H. Dean Steward	0.00	131,594.06
Law Office of David W. Weichert	0.00	202,179.55
Total Defendant Counsel Expenses/Fees	0.00	333,773.61
Total Court Ordered Payments	0.00	347,293.61
Pre-Receiverhip Expenses	0.00	1,769.24

Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	Closing Estimate	Total Expenses
<b>Asset Preservation Expenses</b>		
Professional Services	8,000.00	22,363.53
Contract Labor	0.00	286.00
Taxes	0.00	1,994.15
Licenses/Fees	0.00	197.80
Payroll Processing Fees	0.00	929.33
Rent/Storage	516.00	25,724.75
Bank Service Charge	0.00	800.13
ACH Processing Fees	1,000.00	1,458.25
Outside Services - Fin Liberty	0.00	30,588.43
<b>Total Asset Preservation Expenses</b>	<b>9,516.00</b>	<b>84,342.37</b>
<b>Receivership Fees</b>		
Receiver's Fees		
R. Evans	288.00	7,142.40
B. Kane	0.00	13,525.00
K. Johnson	3,350.00	30,088.80
M. V. Miller	0.00	6,159.20
A. Jen	4,200.00	21,504.00
<b>Total Receiver's Fees</b>	<b>7,848.00</b>	<b>78,459.40</b>
<b>Senior Staff</b>		
M. Lin	0.00	17,205.00
L. Lee	300.00	11,730.00
F. Jen	0.00	300.00
C. DeCius	1,500.00	20,482.50
N. Wolf	0.00	216.00
<b>Total Senior Staff</b>	<b>1,800.00</b>	<b>49,933.50</b>
<b>IT Management</b>		
F. Roop	0.00	44,175.00
<b>Total IT Management</b>	<b>0.00</b>	<b>44,175.00</b>
<b>Support Staff</b>		
<b>Total Receivership Fees</b>	<b>9,648.00</b>	<b>111,516.37</b>
		<b>184,084.27</b>

Robb Evans Robb Evans Associates LLC, Receiver of Homeland Financial Services, et al.  
**Receiver Administrative Expenses and Fund Balance by Month**  
 From Inception (August 10, 2006) to January 15, 2009 and Closing

	<u>Closing Estimate</u>	<u>Total Expenses</u>
<b>Receivership Expenses</b>		
Occupancy & Equipment Rental	200.00	4,448.33
Asset/Credit Searches	0.00	150.00
Out of Pocket Expenses	0.00	8,405.54
Postage/Delivery	103.00	1,681.45
Bond Premium	0.00	300.00
Office Telephone & Supplies	50.00	1,288.41
Document Reproduction/Destruction	1,622.00	1,706.00
<b>Total Receivership Expenses</b>	<u>1,972.00</u>	<u>17,979.73</u>
<b>Legal Fees &amp; Costs</b>		
Legal Fees	13,000.00	85,356.50
Legal Costs	0.00	3,699.58
<b>Total Legal Fees &amp; Costs</b>	<u>13,000.00</u>	<u>89,056.08</u>
Post Order Withdrawals	0.00	212,274.85
<b>Total Expense</b>	<u>34,136.00</u>	<u>954,405.15</u>
<b>Net Ordinary Income</b>	<u>(34,136.00)</u>	<u>668,392.02</u>
<b>Fund Balance</b>	<u>(34,136.00)</u>	<u>668,392.02</u>
<b>Funds Distribut to FTC for Consumer Redress 98.90%</b>		
		661,051.41
<b>Funds Distribut to Creditors 1.10%</b>		
		7,340.61