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COUNSEL FOR THE RECEIVER

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION**

IN RE: § **Case No. 11-35165-7**
§
RETIREMENT VALUE, LLC, § **Involuntary Chapter 11**
§
DEBTOR. §

FIRST NOTICE OF EXPENDITURES

Eduardo S. Espinosa, in his capacity as the State Court Receiver (the “Receiver”) for Retirement Value, LLC (the “Alleged Debtor”) appointed by the District Court of Travis County, Texas for the 126th Judicial District (the “State Court”) in *Texas v. Retirement Value, LLC, Richard H. “Dick” Gray, and Bruce Collins, and Keisling, Porter, Kiesling & Free, P.C., Relief Defendant*, Cause No. D-1-GV-10-000454 (the “Receivership Action”) hereby files his First Notice of Expenditures in accordance with this Court’s oral Order of August 22, 2011.

THE COURT’S ORDER

On August 22, 2011, the Court heard the Petitioners Emergency Motion to Appoint Interim Chapter 7 Trustee and the Receiver’s Expedited Motion for Order Excusing Receiver from Section 543 Obligations and, in the Alternative, for Abstention. At the hearing, the Court approved a budget for the Receiver through the end of September 2011 and ordered that the

Receiver file with the Court a report on all expenditures every ten business days. Although no written order has been entered, it has been ten business days since August 22. Accordingly, the Receiver is submitting the following report.

REPORT

The Court has approved an interim budget for the Receiver in the amount of \$598,110.54 through September 2011 as follows:

	Sep-11
Premiums	\$583,071.62
3606 Comal	
Insurance (6 mo term)	\$ 3,150.00
Utilities & Maintenance	\$ 500.00
Misc ordinary course exp.	\$ 500.00
ASG (05-07/2011)	<u>\$ 10,888.92</u>
	\$598,110.54

This Report covers the time period from August 22, 2011 through September 6, 2011. During this time period, the Receiver has paid \$399,003.12 to various insurance companies for the payment of quarterly premiums due on certain life insurance policies owned by the Alleged Debtor. The payments were made through an escrow account maintained by the Receiver's portfolio servicer, Asset Servicing Group. The details of these payments are shown on the attached Exhibit A.

The Receiver has made no other payments during the time period of this Report.

DATE: September 6, 2011

Respectfully submitted,

By: /s/ Daniel I. Morenoff
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CERTIFICATE OF SERVICE

I certify that on September 6, 2011, a true and correct copy of the attached Answer was served via email through the Bankruptcy Court's Electronic Case Filing System on those parties that have consented to such service and via first class U.S. Mail upon the parties listed below.

U.S. Trustee
1100 Commerce Street, Room 976
Dallas, TX 75242-1496

Gerrit M. Pronske
Melanie Pearce Goolsby
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By: /s/ Daniel I. Morenoff
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