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**IN THE SUPERIOR COURT OF THE STATE OF ARIZONA**

**IN AND FOR THE COUNTY OF MARICOPA**

Peter S. Davis, as Receiver of DenSco  
Investment Corporation, an Arizona  
corporation,

Plaintiff,

v.

US Bank, NA, a national banking  
organization; Hilda H. Chavez and John  
Doe Chavez, a married couple; JP  
Morgan Chase Bank, N.A., a national  
banking organization; Samantha Nelson  
f/k/a Samantha Kumbaleck and Kristofer  
Nelson, a married couple; and Vikram  
Dadlani and Jane Doe Dadlani, a married  
couple,

Defendants.

No. CV2019-011499

**REPLY IN SUPPORT OF  
PLAINTIFF'S MOTION FOR  
LEAVE TO FILE SECOND  
AMENDED COMPLAINT**

(Assigned to Hon. Daniel Martin)

(Oral Argument Requested)

Plaintiff Peter S. Davis, as the court-appointed receiver of DenSco Investment Corporation ("Plaintiff" or "Receiver") seeks leave to amend his complaint to include three additional theories premised on the same underlying facts as are in the current complaint, and of which Defendants have been aware since at least the August 2019 original complaint. Defendants filed a single-shot response that the Receiver's motion

1 was brought in bad faith as it “purports to impermissibly revoke the Receiver’s prior  
2 binding admission that [he] had learned of Defendants’ allegedly tortious conduct by June  
3 13, 2017 . . . and replace it with a new later discovery date” so that the Receiver can bring  
4 two new, allegedly time-barred, claims. (Defs.’ Opp’n at 2.)

5 The proposed Second Amended Complaint advances three new theories: (i) aiding  
6 and abetting conversion, (ii) aiding and abetting breach of fiduciary duty, and (iii) civil  
7 racketeering. The allegation of bad faith is premised upon what Defendants perceive to  
8 be a two-year statute of limitations. Defendants ignore that the Arizona Uniform  
9 Commercial Code statute of limitations for converting a negotiable instrument is three  
10 years. A.R.S. § 47-3119(G).<sup>1</sup> Likewise, the statute of limitations for civil racketeering is  
11 three years from when a violation is discovered. A.R.S. § 13-2134.04(F). Accordingly,  
12 Defendants have no “bad faith” argument for two of the three new legal theories.

13 Defendants’ argument applies, if at all, to the claim for aiding and abetting a breach  
14 of fiduciary duty, which has a two-year statute of limitations. Defendants are asking this  
15 Court to find “bad faith” for on a proposed amendment that adds two claims that are  
16 timely and one that is (arguably) not. Under these circumstances, leave to amend should  
17 be freely granted. No court in a reported Arizona court case has denied a motion for leave  
18 to amend based on “bad faith”, and no Arizona case defines “bad faith” in the context of  
19 Rule 15. Although federal cases recognize a discretionary authority to deny an  
20 amendment under Federal Civil Rule 15 “when a party has acted in bad faith, the number

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21  
22 <sup>1</sup> Defendants have not briefed the UCC statute of limitations. Although there is a split of  
23 opinion outside Arizona whether the discovery rule applies to the UCC three-year statute  
24 of limitations, even states that do not apply the discovery rule generally toll the UCC  
25 statute of limitations for fraudulent concealment. *Advance Dental Care, Inc. v. SunTrust*  
26 *Bank*, 906 F. Supp. 2d 442, 446 (D. Md. 2012). In the only case applying Arizona law,  
Judge Murgia found that the Arizona discovery rule applies to the UCC three-year statute  
of limitations, independent of concealment. *YF Trust v. JP Morgan Chase Bank*, No. CV  
07-567-PHX-MHM, 2008 WL 4277902, at \*3-4 (D. Ariz. Sept. 18, 2008).

1 of decisions addressing bad faith in the Rule 15 context are relatively few and far  
2 between.” *ecoNugenics, Inc. v. Bioenergy Life Sci., Inc.*, 355 F. Supp. 3d 785, 791 (D.  
3 Minn. 2019). Those few cases interpreting bad faith describe it “as a subjective inquiry  
4 that requires proof that the moving party acted ‘with intent to deceive harass, mislead,  
5 delay or disrupt.’” *ecoNugenics*, 355 F.Supp.3d at 791 (quoting *Wizards of the Coast,*  
6 *LLC v. Cryptozoic Entm’t LLC*, F.R.D. 645, 651 (W.D. Wash. 2015)).

7 “[B]ad faith requires more than mere negligence or bad judgment; it is the  
8 ‘conscious doing of a wrong because of dishonest purpose or moral obliquity.’” *Id.*; *see*  
9 *also United States v. Manchester Farming P’ship*, 315 F.3d 1176, 1185 (9th Cir. 2003)  
10 (same); *Fresno Unified School Dist. v. K.U. ex rel. A.D.U.*, 980 F. Supp. 2d 1160, 1178  
11 (E.D. Cal 2013) (finding that bad faith requires an intent to extend litigation with baseless  
12 claims, harassing the opposing party or asserting false allegations “constituting a fraud  
13 and willful imposition on the dignity of the Court”). Courts are to apply Rule 15 to  
14 “facilitate [a] decision on the merits, rather than on pleadings or technicalities.” *Nunes v.*  
15 *Ashcroft*, 375 F.3d 805, 808 (9th Cir. 2004). Because of the preference to allow for  
16 amended pleadings and the resolution of cases on the merits, the party opposing  
17 amendment must demonstrate bad faith, and the court must “indulge[] all reasonable  
18 inferences in favor of allowing the amendment[,] input[ing] benign motives to the  
19 moving party whenever it is plausible to do so”. *ecoNugenics*, 355 F. Supp. 3d at 719  
20 *citing Wizards*, 309 F.R.D. at 649. Defendants cannot carry that burden as to the one  
21 count in the Second Amended Complaint to which an allegation of bad faith could  
22 arguably apply.

### 23 **I. Relevant Factual History**

24 The Receiver in November 2016 issued subpoenas to the defendant banks and,  
25 upon receiving their responses, performed a forensic recreation of how Scott Menaged  
26 had used the services of those banks. (Proposed Second Amended Complaint (SAC) ¶¶

1 103, 107-08). On June 14, 2017, the Receiver compiled his findings in a draft spreadsheet  
2 documenting where Menaged had spent the DenSco Loan Proceeds. (Attached at Ex. A.)  
3 By its own terms, the report “is a preliminary draft based on the information currently  
4 available” and “consists solely of transactions that flowed through bank accounts  
5 referenced [on the report].” (*Id.* at 4.) Notably, the report contains no information about  
6 Defendants and their conduct that is at issue here, other than the total dollars that flowed  
7 through various accounts. Among other things, the report includes no information as to:

- 8       · Defendants’ knowledge of Menaged’s business of purchasing foreclosed  
9       properties on behalf of DenSco;
- 10       · Defendants’ knowledge of Menaged’s exchange of emails with DenSco in  
11       which Menaged avowed that he had submitted the winning bids on specific  
12       properties and needed DenSco to wire him monies to cover the purchase of  
13       those properties;
- 14       · Defendants’ creation of cashier’s checks to purchase each property, on  
15       which Defendants included DenSco’s name and the specific property  
16       address;
- 17       · Defendants’ knowledge that Menaged or his agent would photograph each  
18       check and send that photo to DenSco as proof that DenSco’s loan proceeds  
19       were being used to purchase specific properties;
- 20       · Defendants’ adding to the backs of most of the cashier’s checks “Not Used  
21       for Intended Purposes” and the account number for a separate account  
22       controlled by Menaged;
- 23       · Defendants’ assistance to help Menaged immediately deposit separate  
24       accounts he controlled nearly every cashier’s check;
- 25       · Defendants’ knowledge of and assistance in Menaged’s use of these re-  
26       deposited funds for personal use;

- 1           · Defendants' knowledge of the total number of transactions; or
- 2           · Defendants' knowledge of the time span concerning these transactions.

3           In truth and fact, Defendants' involvement in the Second Fraud was not fully  
4 known in June 2017. The Receiver's investigation was not then complete, and it  
5 continued to learn new details of the Second Fraud, including Defendants' role in it. (First  
6 Amended Complaint (FAC) ¶ 82.)

7           On December 8, 2017, the Receiver's former counsel interviewed Menaged under  
8 oath on the eve of Menaged's criminal sentencing. Menaged presented startling new  
9 evidence as to Defendants' involvement in his fraud. (Transcript attached at Ex. B.)

10          Among other things, Menaged testified that:

- 11           · before he went into the Chase Branch to sign cashier's checks for deposit,  
12           Defendant Samantha Nelson stamped on the backs of those checks "Not  
13           Used for Purposes Intended" and further wrote on those checks Menaged's  
14           separate business account, all of which assisted his redeposit of the DenSco  
15           Loan Proceeds (*id.* at 31-32);
- 16           · he photographed nearly every cashier's check in the presence of Defendants  
17           or one of their employees, immediately returning the checks for re-deposit  
18           in his separate account (*id.* at 9);
- 19           · he explained to Nelson that he photographed the checks to prove to DenSco  
20           that its monies were being used to purchase the foreclosed properties (*id.*);
- 21           · neither Nelson nor any other Defendant employee asked him why, given  
22           the purpose behind the photographs, he did not take with him any of the  
23           checks, but had them redeposited in a separate account he controlled (*id.*);
- 24           · on most occasions, Defendants or their employees had prepared for  
25           Menaged deposit slips to facilitate the immediate deposit of DenSco's loan  
26           proceeds into separate accounts he controlled (*id.* at 10, 18-19); and

- Defendant Nelson assisted his personal use of the re-deposited funds by, among other things, working with Chase’s fraud department to allow him to draw \$40,000 or \$50,000 through his debit card (*id.* at 20-21).

Weeks after the interview, the Receiver filed in the receivership action a Status Report in which he described the Second Fraud. Among other things, the Receiver explained that over the prior year, he had “learned that Menaged took a picture of each cashier’s check to send to DenSco, [Menaged] returned to the financial institution to cancel the cashier’s check, typically only a few hours after the cashier’s check was issued.” (Receiver’s December 22, 2017 Status Report at 13, attached at Ex. C.)

The Receiver filed his complaint in this action in August 2019, alleging one count against each defendant of aiding and abetting fraud. Defendants separately moved to dismiss, arguing, in part, that the claims were barred under the applicable three-year statute of limitations. The U.S. Bank Defendants argued that any claim against them was discovered no later than April 2014. (U.S. Bank Defendants’ Motion to Dismiss at 4.) The Chase Defendants argued that DenSco knew of its claim no later than June 2015. (Chase Defendants’ Motion to Dismiss at 9.) In response to these motions, the Receiver sought leave to file an amended complaint that included allegations explaining “why his causes of action against all defendants did not accrue until less than three years before Plaintiff filed the Complaint.” (Motion for Leave to File First Amended Complaint at 2.)

Responding to the argument that the cause of action for aiding and abetting fraud had to accrue within three years of August 2019, the Receiver alleged that he:

- “finally understood the extent and losses constituting the Second Fraud, and the substantial assistance of [Defendants] when [he] completed an initial draft of [a] forensic recreation of Menaged’s banking activity on or about June 13, 2017”; and

1           • “continued to learn additional information regarding [Defendants’  
2           assistance] in relation to the Second Fraud after June 13, 2017.”  
3 (FAC ¶¶ 81-82.) Because the Receiver was concerned only with the three-year statute of  
4 limitations that applied to the single active claim, it was not necessary to investigate or  
5 analyze further the question of accrual, including what “additional information” he  
6 learned after June 2017, and, in particular, from the Menaged interview.

7           The Court denied on August 4, 2020, Defendants’ motions to dismiss, after which  
8 Defendants filed their answers. On November 2, 2020, undersigned counsel substituted  
9 into the case. Counsel reviewed the case file and concluded that the Receiver had grounds  
10 to file additional claims for aiding and abetting conversion and breach of fiduciary duty,  
11 and civil racketeering. Counsel also concluded that the allegation in Paragraph 81 was  
12 potentially misleading to the extent it suggested that the Receiver had in June 2017  
13 sufficient knowledge of Defendants’ misconduct to support each of his claims. Among  
14 other things, the Receiver learned from Menaged’s December 2017 interview that  
15 Menaged took photographs of each cashier’s check in front of the bank employees and  
16 immediately had those checks deposited in separate accounts that he controlled.  
17 Defendant Nelson was so troubled by Menaged’s conduct that she filed two unusual  
18 activity reports,<sup>2</sup> neither of which Chase disclosed. As such, counsel removed the  
19 paragraph 81 allegation and included a separate allegation describing what the Receiver  
20 learned from the December 2017 interview of Menaged.

## 21   **II.   There is No Evidence of “Bad Faith”**

22           Defendants’ argument rests on the removal of the allegation that on June 13, 2017  
23 the Receiver “understood . . . the substantial assistance U.S. Bank and Chase provided to  
24

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25   <sup>2</sup> Chase concealed the unusual activity reports, the existence of which was revealed in a  
26   separate case.

1 Menaged” (FAC ¶ 81) and the addition of the allegation that after the Menaged was  
2 interviewed on December 8, 2017, the Receiver learned of specific aspects of Defendant  
3 Samantha Nelson’s assistance. (Proposed SAC ¶ 109.) On its face, this proposed  
4 amendment does not constitute bad faith. It was not done with dishonest purpose and  
5 does not raise baseless claims or assert false allegations. Rather, as explained above, it  
6 includes allegations that reflect successor counsel’s best understanding, based on its  
7 review of the case file, including the Receiver’s June 2017 preliminary report, the  
8 December 2017 Menaged interview, and the Receiver’s December 2017 report, of what  
9 the Receiver learned and when he learned it regarding Defendants’ role in the Second  
10 Fraud, providing some specifics to the allegation that the “Receiver continued to learn  
11 [after June 13, 2017] additional information regarding the substantial assistance US Bank  
12 and Chase Bank provided to Menaged . . . .” (FAC ¶ 82.) Counsel removed Paragraph  
13 81 after concluding that it does not accurately capture what the Receiver understood in  
14 June 2017. As noted above, it was the December 2017 Menaged interview, not the June  
15 2017 report, that confirmed Defendants’ liability. A proposed amendment that intends to  
16 make more precise the operative pleading does not meet the definition of “bad faith”  
17 under any reading.

18 Indeed, none of the cases on which Defendants rely support a finding of bad faith  
19 here. Rather, those cases involve instances where courts found that:

- 20 · no amendment could survive dismissal given the undisputed dates of  
21 plaintiffs’ injuries resulting from the implantation of faulty medical  
22 devices. *Good v. Howmedica Osteonics Corp.*, Nos. 15-cv-10133, 15-cv-  
23 10134, 2015 WL 8175256, at \*8-9 (E.D. Mich Dec. 8, 2015);
- 24 · plaintiffs in multi-district litigation sought to abandon an accrual theory the  
25 parties and court had relied on for over two years, “throughout litigation of  
26 myriad trial pretrial issues,” including the dismissal of several cases. *In re*



1                   *Smith & Nephew Birmingham Hip Resurfacing Impact Prods. Liabl. Litig.*,  
2                   MLD No. 2775, 2020 WL 407136, at \*2-4 (D. Md. Jan. 24, 2020); and  
3                   · plaintiff's proposed amendment was not credible, in part, because he  
4                   alleged that he began to experience symptoms eight months after he had  
5                   sought information regarding his diagnosis. *Echols v. CSX Transp., Inc.*,  
6                   No. 3:16CV294, 2017 WL 2569734, at \*4-6 (E.D. Va. June 13, 2017).

7                   The proposed amendments do not contradict any prior Court ruling, nor do they contradict  
8                   a substantive position taken over years of litigation. The amendments are not internally  
9                   inconsistent. To the extent they are, Plaintiff can and should amend his pleading to  
10                  address the inconsistency. *Bank of America Nat'lty.. Tr. and Sav. Ass'n v. Maricopa Cty.*,  
11                  196 Ariz. 173 (1999) ("Judicial admissions bind a party in a case to the allegations made  
12                  in its pleading, absent an amendment to the pleading."); *see also Black v. Perkins*, 163  
13                  Ariz. 292, 293 (App. 1989) (holding that judicial admission is rule of pleading, not  
14                  evidence, binding a party "absent an amendment of the pleadings").

15                  This would be an unusual case not to allow an amendment. The discovery rule  
16                  and tolling are already issues in the case. The question is a more particularized one:  
17                  when did the Receiver have knowledge of Defendants' fault. There is nothing in the  
18                  current pleading that prevents Plaintiff from moving to amend it to state the accrual  
19                  date to be December 2017, when he had actual knowledge of Defendants' conduct.

20                  Defendants further object on the basis that the proposed amendment is part of a  
21                  "broadly disheartening trend[] where plaintiffs assert competing allegations of fact across  
22                  multiple pleadings that contradict one another." (Opp. at 7.) As explained above, the  
23                  first and proposed second complaints present no disagreement on a substantive allegation.  
24                  In any event, each of the cases cited by Defendants is distinguishable from the instant  
25                  case, as those cases concern instances where a court denied leave to amend because a  
26                  party was seeking to undo a prior adverse trial or a prior dismissal of a claim:

- in a trademark infringement action were the proposed amendment directly contradicted plaintiff’s allegation made to the trial and appellate court that it had not actively used the subject trademarks during a seven-year period; *Airs Aromatics, LLC v. Opinion Victoria’s Secret Stores Brand Mgmt. Inc.*, 744 F.3d 595, 600 (9th Cir. 2014);
- with allegations that were the opposite of plaintiff’s substantive admissions regarding trademark infringement made in the original complaint, which the court had previously dismissed as implausible; *ecoNugenics, Inc. v. Bioenergy Life Sci., Inc.*, 355 F. Supp. 3d 785, 793-95 (D. Minn. 2019); and
- where plaintiff was seeking to revive her dismissed complaint by alleging she was not in default on her loan agreement, having previously admitted that she was in default; *Davis v. Complete Auto Recovery Servs., Inc.*, No. CV JKB-16-3079, 2017 WL 6501761, at \*2 (D. Md. Dec. 19, 2017).

The proposed amendments do not contradict prior allegations, let alone ones of substance. They are not made in an effort to revive a previously dismissed complaint. None of the cases cited by Defendants support the denial of this motion.

### **III. Conclusion**

Arizona courts, like their federal counterparts, apply Rule 15 liberally to resolve cases on the merits rather than technicalities. *Flynn v. Campbell*, 243 Ariz. 76, 81 ¶ 10 (2017). As such, appellate courts have held that trial courts have abused their discretion for denying leave to amend where “the amendment seeks no more than to add a new legal theory supported by the factual issues already in the case,” *Owen v. Super. Ct. of the State of Ariz., Maricopa Cty.*, 133 Ariz. 75, 80-81 (1982), or where the proposed amendment concerned an issue to be resolved by the jury, *Timmons v. Ross Dress for Less, Inc.*, 234 Ariz. 569, 572-73 (App. 2014).

1 Defendants' objection is based on their disagreement as to one cause of action only  
2 and as to when Plaintiff's claim for aiding and abetting breach of fiduciary duty accrued.  
3 Defendants' objection hinges on when Plaintiff discovered facts that would have alerted  
4 him that he had a cause of action. That, in turn, requires some factual inquiry. Certainly,  
5 Defendants are entitled to take discovery on the question of when the Receiver knew of  
6 Defendants' conduct, as alleged in proposed Second Amended Complaint.

7 What Defendants are not entitled to, however, is the denial of Plaintiff's motion  
8 for leave to amend based solely on one allegation, stripped of its context, that undersigned  
9 counsel avows does not accurately reflect the Receiver's understanding of the  
10 Defendants' conduct.

11 RESPECTFULLY SUBMITTED this 26th day of January, 2021.

12 OSBORN MALEDON, P.A.

13  
14 By /s/Timothy J. Eckstein  
15 Colin F. Campbell  
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19 This document was electronically filed  
20 and served via AZTurboCourt  
21 this 26th day of January, 2021, on:

22 Honorable Daniel Martin  
23 c/o Irene Jones, JA  
24 Maricopa County Superior Court  
101 West Jefferson, ECB-412  
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24 /s/ J. Rial

# **Exhibit A**

**Simon Consulting, LLC**  
**Arizona Corporation Commission v. DenSco Investment Corporation**

**Yomtov Scott Menaged, et al.**  
**Sources and Uses of Cash - Summary [1]**  
**January 1, 2010 - November 30, 2016**

Category	Personal Accounts Yomtov S. and Francine Menaged			Arizona Home Foreclosures, LLC Easy Investments, LLC			Furniture King, LLC Furniture & Electronic King, LLC Scott's Fine Furniture, LLC Beneficial Finance, LLC			TOTAL		
	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total
<b>Beginning Balance</b>	-	-	-	<b>610,069</b>	-	<b>610,069</b>	-	-	-	<b>610,069</b>	-	<b>610,069</b>
<b>Summarized Accounts:</b>												
Yomtov S. Menaged - Chase 5525	299,900	300,000	(100)	3,750,000	3,750,000	-	-	-	-	4,049,900	4,050,000	(100)
Yomtov S. Menaged - Chase 8290	14,900	12,295	2,605	-	4,800	(4,800)	-	11,805	(11,805)	14,900	28,900	(14,000)
Yomtov S. Menaged - Chase 8371	312,295	314,800	(2,505)	5,396,196	33,160,079	(27,763,883)	93,500	300,800	(207,300)	5,801,991	33,775,679	(27,973,687)
Yomtov S. Menaged - USB 6416	-	-	-	1,368,208	730,080	638,128	203,900	564,758	(360,858)	1,572,108	1,294,838	277,270
Arizona Home Foreclosures, LLC - Chase 1151	36,904,879	9,526,496	27,378,383	50,000	270,000	(220,000)	1,321,059	1,167,192	153,867	38,275,938	10,963,688	27,312,250
Arizona Home Foreclosures, LLC - USB 2735	70,000	-	70,000	309,200	-	309,200	1,000	-	1,000	380,200	-	380,200
Easy Investments, LLC - BofA 5496	-	-	-	-	598,177	(598,177)	1,876,850	486,790	1,390,060	1,876,850	1,084,967	791,883
Easy Investments, LLC - USB 4457	670,080	987,908	(317,828)	868,177	822,378	45,799	919,098	2,562,057	(1,642,959)	2,457,355	4,372,343	(1,914,988)
Easy Investments, LLC - WF 2190	-	-	-	315,844	-	315,844	-	230,000	(230,000)	315,844	230,000	85,844
Easy Investments, LLC - WF 1944	-	-	-	147,334	-	147,334	-	-	-	147,334	-	147,334
Furniture King, LLC - Chase 1381	177,500	50,500	127,000	1,795,884	3,099,552	(1,303,669)	667,331	202,100	465,231	2,640,714	3,352,152	(711,438)
Furniture King, LLC - USB 4440	564,901	203,493	361,408	2,516,220	885,300	1,630,920	177,500	1,000	176,500	3,258,621	1,089,793	2,168,828
Furniture & Electronic King, LLC - Chase 5893	81,905	43,000	38,905	85,134	78,669	6,465	724,400	861,031	(136,631)	891,439	982,700	(91,260)
Scott's Fine Furniture, LLC - Chase 6758	52,700	-	52,700	41,401	53,957	(12,556)	112,700	618,800	(506,100)	206,801	672,757	(465,956)
Beneficial Finance, LLC - USB 2727	357	407	(50)	7,400	529	6,871	1,000	-	1,000	8,757	936	7,821
<b>Subtotal</b>	<b>39,149,417</b>	<b>11,438,899</b>	<b>27,710,518</b>	<b>16,650,999</b>	<b>43,453,521</b>	<b>(26,802,523)</b>	<b>6,098,337</b>	<b>7,006,332</b>	<b>(907,995)</b>	<b>61,898,753</b>	<b>61,898,753</b>	<b>-</b>
<b>Other Accounts:</b>												
Auto King, LLC - Chase 6250	10,000	511,000	(501,000)	619,873	873,000	(253,127)	425,231	225,220	200,012	1,055,104	1,609,220	(554,115)
Easy Investments, LLC - WF 3296	-	-	-	37,526	62,000	(24,474)	-	200,000	(200,000)	37,526	262,000	(224,474)
Easy Investments, LLC - WF 6975	-	-	-	10,080	-	10,080	-	-	-	10,080	-	10,080
Easy Investments, LLC - BofA 8854	-	-	-	475	-	475	-	-	-	475	-	475
Line of Credit - BofA 8699	-	-	-	-	532,528	(532,528)	-	-	-	-	532,528	(532,528)
Line of Credit - USB 1036	650,000	380,160	269,840	142,000	57,500	84,500	74,400	91,206	(16,806)	866,400	528,865	337,535
Yomtov S. Menaged - WF 2208	-	-	-	-	7,500	(7,500)	-	-	-	-	7,500	(7,500)
Yomtov S. Menaged - Unknown Account	-	-	-	-	1,702	(1,702)	-	-	-	-	1,702	(1,702)
Unknown BofA Accounts [2]	-	-	-	9,235,787	175,525	9,060,262	-	-	-	9,235,787	175,525	9,060,262
Unknown - BofA 0078 [2]	-	-	-	-	110,480	(110,480)	-	-	-	-	110,480	(110,480)
Unknown - BofA 1289 [2]	-	-	-	272,500	1,076,627	(804,127)	-	-	-	272,500	1,076,627	(804,127)
Unknown - BofA 1977 [2]	-	-	-	-	124,327	(124,327)	-	-	-	-	124,327	(124,327)
Unknown - BofA 3572 [2]	-	-	-	-	12,475	(12,475)	-	-	-	-	12,475	(12,475)
Unknown - BofA 7509 [2]	-	-	-	-	56,885	(56,885)	-	-	-	-	56,885	(56,885)
Unknown - BofA 8555 [2]	-	-	-	-	5,000	(5,000)	-	-	-	-	5,000	(5,000)
Unknown - Chase 4110 [2]	-	-	-	-	7,500	(7,500)	-	-	-	-	7,500	(7,500)
Unknown - Chase 8950 [2]	-	-	-	-	86,845	(86,845)	-	-	-	-	86,845	(86,845)
Unknown - Chase 8978 [2]	-	-	-	-	15,031	(15,031)	-	14,048	(14,048)	-	29,079	(29,079)
Unknown - Chase 9052 [2]	314,280	257,000	57,280	-	-	-	-	-	-	314,280	257,000	57,280
Unknown - WF 1712 [2]	-	-	-	154,814	-	154,814	-	-	-	154,814	-	154,814
<b>Subtotal</b>	<b>974,280</b>	<b>1,148,160</b>	<b>(173,880)</b>	<b>10,473,056</b>	<b>3,204,925</b>	<b>7,268,131</b>	<b>499,631</b>	<b>530,473</b>	<b>(30,842)</b>	<b>11,946,967</b>	<b>4,883,558</b>	<b>7,063,409</b>
<b>Yomtov S. Menaged, et al.</b>												
Joseph Menaged	-	56,845	(56,845)	1,659,214	6,648,422	(4,989,208)	300,000	179,497	120,503	1,959,214	6,884,764	(4,925,550)
Short Term Finance, LLC	-	-	-	8,597,296	7,364,119	1,233,177	-	500,000	(500,000)	8,597,296	7,864,119	733,177
Michelle R. Menaged	-	3,391	(3,391)	-	332,804	(332,804)	-	82,434	(82,434)	-	418,629	(418,629)
Michelle R. Menaged - Mortgage Payment	-	86,614	(86,614)	90	249,053	(248,963)	-	20,290	(20,290)	90	355,957	(355,867)
Michelle R. Menaged - Auto Payment	-	-	-	-	17,738	(17,738)	-	-	-	-	17,738	(17,738)
Salvatore & Josephine Baratto	75,004	27,000	48,004	14,795	56,800	(42,005)	2,888	119,203	(116,316)	92,686	203,003	(110,317)
Salvatore & Josephine Baratto - Mortgage Paymen	-	-	-	625	217,639	(217,014)	-	-	-	625	217,639	(217,014)
Salvatore & Josephine Baratto - Legal Fees	-	5,000	(5,000)	3,126	-	3,126	-	-	-	3,126	5,000	(1,874)
Jess Menaged	-	-	-	-	5,000	(5,000)	-	-	-	-	5,000	(5,000)

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Category							Furniture King, LLC Furniture & Electronic King, LLC Scott's Fine Furniture, LLC Beneficial Finance, LLC			TOTAL		
	Personal Accounts Yomtov S. and Francine Menaged			Arizona Home Foreclosures, LLC Easy Investments, LLC			Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total
	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total						
Jess Menaged - Mortgage Payment	-	13,151	(13,151)	-	51,503	(51,503)	-	4,489	(4,489)	-	69,143	(69,143)
Joy Menaged	-	14,900	(14,900)	-	28,312	(28,312)	-	9,420	(9,420)	-	52,632	(52,632)
Jennifer Bonfiglio	-	3,850	(3,850)	-	15,431	(15,431)	-	28,895	(28,895)	-	48,176	(48,176)
Valerie Bambulas-Menaged	-	-	-	-	59,446	(59,446)	-	-	-	-	59,446	(59,446)
Yitchak Menaged	-	-	-	-	40,000	(40,000)	-	-	-	-	40,000	(40,000)
Francine Menaged	-	500	(500)	-	-	-	-	22,200	(22,200)	-	22,700	(22,700)
<b>Subtotal</b>	<b>75,004</b>	<b>211,251</b>	<b>(136,248)</b>	<b>10,275,146</b>	<b>15,086,266</b>	<b>(4,811,121)</b>	<b>302,888</b>	<b>966,429</b>	<b>(663,541)</b>	<b>10,653,037</b>	<b>16,263,946</b>	<b>(5,610,909)</b>
<b>Real Estate Transactions</b>												
DenSco Investment Corp. [3]	-	25,759,457	(25,759,457)	384,071,458	296,668,590	87,402,869	20,800	130,786	(109,986)	384,092,258	322,558,832	61,533,426
Cashier's Checks - Issued & Redeposited	-	-	-	323,975,581	323,975,581	-	76,938	76,938	-	324,052,519	324,052,519	-
Property Purchase/Sale [3]	-	301,395	(301,395)	36,145,868	34,717,781	1,428,087	14,879	34,414	(19,535)	36,160,746	35,053,590	1,107,157
Property Related Expenses	-	44,129	(44,129)	2,625	1,336,349	(1,333,724)	-	14,186	(14,186)	2,625	1,394,665	(1,392,040)
Mortgage/Loan Payments [3]	390	81,809	(81,419)	188,059	179,761	8,298	-	24,408	(24,408)	188,449	285,979	(97,529)
Property Taxes [3]	-	-	-	-	112,569	(112,569)	15,195	-	15,195	15,195	112,569	(97,375)
<b>3rd Party Loans</b>												
Active Funding Group, LLC [3]	-	-	-	1,696,013	23,267,866	(21,571,853)	53	260,289	(260,237)	1,696,066	23,528,155	(21,832,090)
Sell Wholesale Funding, LLC [3]	-	-	-	89,000	1,920,604	(1,831,604)	-	169,839	(169,839)	89,000	2,090,443	(2,001,443)
Arthur Koschubs [3]	-	-	-	-	200,062	(200,062)	-	21,875	(21,875)	-	221,937	(221,937)
Eric Weinbrenner/EZ Homes, Inc. [3]	-	-	-	3,947,634	4,024,782	(77,147)	3,500	-	3,500	3,951,134	4,024,782	(73,647)
Luigi Amoroso - Loan [3]	-	-	-	100,000	58,579	41,421	-	-	-	100,000	58,579	41,421
Other 3rd Party Loans [3]	-	-	-	947,290	632,152	315,138	-	6,250	(6,250)	947,290	638,402	308,888
<b>Bid Checks, etc.</b>												
Luigi Amoroso - Bid Checks	-	-	-	20,000	4,666,000	(4,646,000)	-	30,000	(30,000)	20,000	4,696,000	(4,676,000)
Julia Thomas - Bid Checks	-	-	-	-	1,640,000	(1,640,000)	-	-	-	-	1,640,000	(1,640,000)
Yomtov S. Menaged - Bid Checks	-	-	-	-	810,000	(810,000)	-	-	-	-	810,000	(810,000)
Charles Darling - Bid Checks	-	-	-	-	140,000	(140,000)	-	-	-	-	140,000	(140,000)
<b>Subtotal</b>	<b>390</b>	<b>26,186,789</b>	<b>(26,186,399)</b>	<b>751,183,529</b>	<b>694,350,677</b>	<b>56,832,852</b>	<b>131,364</b>	<b>768,986</b>	<b>(637,622)</b>	<b>751,315,283</b>	<b>721,306,452</b>	<b>30,008,831</b>
<b>Income</b>												
Income - Credit Card/Financing Receipts	-	2,442	(2,442)	4,275,173	128,700	4,146,473	17,823,428	321,658	17,501,770	22,098,601	452,800	21,645,801
Income - Rental/Refunds	5,749	-	5,749	1,162,432	15,156	1,147,276	6,026	2,034	3,992	1,174,207	17,190	1,157,017
Cash Deposits	45,796	-	45,796	491,238	-	491,238	339,222	6	339,216	876,256	6	876,250
Income - Furniture Sales	-	-	-	-	-	-	547,980	6,495	541,485	547,980	6,495	541,485
Income - Payroll	171,000	-	171,000	-	-	-	-	-	-	171,000	-	171,000
Income - Personal Asset Sales	12,950	-	12,950	53,160	-	53,160	16,014	-	16,014	82,124	-	82,124
Income - Discovery Communications, Inc.	30,000	-	30,000	24,000	-	24,000	-	-	-	54,000	-	54,000
Income - Reflecture, Ltd. (Hong Kong)	-	-	-	18,902	-	18,902	-	-	-	18,902	-	18,902
Income - Interest	118	-	118	22	-	22	-	-	-	140	-	140
<b>Subtotal</b>	<b>265,614</b>	<b>2,442</b>	<b>263,172</b>	<b>6,024,927</b>	<b>143,856</b>	<b>5,881,071</b>	<b>18,732,669</b>	<b>330,193</b>	<b>18,402,477</b>	<b>25,023,210</b>	<b>476,491</b>	<b>24,546,719</b>
<b>Other Individuals &amp; Entities</b>												
Keg Inspections, Inc.	1,650	-	1,650	2,744	9,068,719	(9,065,974)	73,695	465,485	(391,790)	78,089	9,534,203	(9,456,114)
Carlos Marquez	-	-	-	-	469,110	(469,110)	-	49,450	(49,450)	-	518,560	(518,560)
Griffin Enterprises	-	3,250	(3,250)	-	319,361	(319,361)	300	71,710	(71,410)	300	394,321	(394,021)
Catrina Renteria	-	-	-	-	340,774	(340,774)	-	-	-	-	340,774	(340,774)
Luigi Amoroso - Payroll	-	-	-	-	311,900	(311,900)	-	14,000	(14,000)	-	325,900	(325,900)
Armando Esparza	-	-	-	-	1,875	(1,875)	-	253,168	(253,168)	-	255,043	(255,043)
Lisa Shum	-	-	-	-	175,516	(175,516)	-	22,708	(22,708)	-	198,224	(198,224)
Veronica Castro	-	2,000	(2,000)	1,150	119,545	(118,395)	12,096	78,582	(66,486)	13,246	200,127	(186,881)
George Nesemeier	-	-	-	-	103,626	(103,626)	-	6,180	(6,180)	-	109,806	(109,806)
Divine Design Home Interiors, LLC	-	-	-	35,000	141,392	(106,392)	-	-	-	35,000	141,392	(106,392)
Leslie Metivier	-	-	-	-	90,202	(90,202)	-	3,600	(3,600)	-	93,802	(93,802)
Troy Flippo	-	-	-	-	36,990	(36,990)	-	47,604	(47,604)	-	84,594	(84,594)

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Category	Personal Accounts Yomtov S. and Francine Menaged			Arizona Home Foreclosures, LLC Easy Investments, LLC			Furniture King, LLC Furniture & Electronic King, LLC Scott's Fine Furniture, LLC Beneficial Finance, LLC			TOTAL		
	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total
Julia Thomas - Payroll	-	-	-	-	55,011	(55,011)	-	-	-	-	55,011	(55,011)
Total Home Remodel	-	-	-	-	50,000	(50,000)	-	-	-	-	50,000	(50,000)
V2, LLC	-	-	-	-	49,020	(49,020)	-	-	-	-	49,020	(49,020)
Quick Buy Properties, LLC	-	-	-	-	48,000	(48,000)	-	-	-	-	48,000	(48,000)
Jared & Nancy Coffin / Coffin Made, LLC	-	1,465	(1,465)	70,000	51,000	19,000	-	63,500	(63,500)	70,000	115,965	(45,965)
Lisa N. Post	-	10,000	(10,000)	-	33,800	(33,800)	-	-	-	-	43,800	(43,800)
Alan Barr	-	-	-	-	43,493	(43,493)	-	-	-	-	43,493	(43,493)
Stephen Brown	-	-	-	-	41,000	(41,000)	-	-	-	-	41,000	(41,000)
Irma Cadena	-	-	-	-	35,497	(35,497)	-	2,500	(2,500)	-	37,997	(37,997)
Next Gear Capital (Re: Auto King)	-	-	-	-	-	-	-	35,322	(35,322)	-	35,322	(35,322)
Manheim Phoenix (Re: Auto King)	-	-	-	-	34,620	(34,620)	-	-	-	-	34,620	(34,620)
Hope Kopp	-	-	-	-	14,551	(14,551)	-	20,000	(20,000)	-	34,551	(34,551)
Daniel Gutierrez	-	-	-	-	-	-	-	31,051	(31,051)	-	31,051	(31,051)
Javier Ramos	-	-	-	-	-	-	-	27,702	(27,702)	-	27,702	(27,702)
Victor Cardona	-	-	-	-	5,728	(5,728)	-	20,235	(20,235)	-	25,963	(25,963)
Scottsdale Towne Center, LLC	-	6,510	(6,510)	-	13,432	(13,432)	-	3,255	(3,255)	-	23,197	(23,197)
Armando Lopez	-	-	-	-	17,500	(17,500)	-	4,759	(4,759)	-	22,259	(22,259)
Duane Phillips	-	-	-	-	21,000	(21,000)	-	-	-	-	21,000	(21,000)
Gold Key, Inc.	-	-	-	-	17,417	(17,417)	-	-	-	-	17,417	(17,417)
Renee Komorowski	-	-	-	-	17,120	(17,120)	-	-	-	-	17,120	(17,120)
Michael Hoh	-	-	-	-	16,000	(16,000)	-	-	-	-	16,000	(16,000)
Frank Varela	-	-	-	-	-	-	-	12,500	(12,500)	-	12,500	(12,500)
Rick Burkhart	-	-	-	-	-	-	-	12,194	(12,194)	-	12,194	(12,194)
Van P. Bentley	-	-	-	-	12,000	(12,000)	-	-	-	-	12,000	(12,000)
John G. Sharos	-	-	-	-	-	-	-	11,523	(11,523)	-	11,523	(11,523)
Christie Burkhart	-	-	-	-	-	-	-	11,274	(11,274)	-	11,274	(11,274)
Oscar Merchan	-	-	-	-	-	-	-	10,660	(10,660)	-	10,660	(10,660)
David Jenkins	-	2,028	(2,028)	-	-	-	-	8,112	(8,112)	-	10,140	(10,140)
Jace Johnson	-	-	-	-	10,000	(10,000)	-	-	-	-	10,000	(10,000)
Step Investments	-	-	-	-	10,000	(10,000)	-	-	-	-	10,000	(10,000)
Miscellaneous Individuals	-	4,159	(4,159)	-	90,124	(90,124)	1,370	107,445	(106,075)	1,370	201,728	(200,358)
<b>Subtotal</b>	<b>1,650</b>	<b>29,412</b>	<b>(27,762)</b>	<b>108,894</b>	<b>11,865,322</b>	<b>(11,756,428)</b>	<b>87,461</b>	<b>1,394,517</b>	<b>(1,307,056)</b>	<b>198,005</b>	<b>13,289,251</b>	<b>(13,091,245)</b>
<b>Other Disbursements</b>												
Furniture Purchases	-	2,085	(2,085)	4,840	1,116,971	(1,112,131)	16,493	5,373,177	(5,356,684)	21,333	6,492,234	(6,470,901)
Credit Card Payments	3,786	84,207	(80,421)	3,695	4,411,835	(4,408,140)	1,451	763,033	(761,582)	8,932	5,259,075	(5,250,143)
Payroll Expenses	-	-	-	-	673,075	(673,075)	4,351	3,816,825	(3,812,474)	4,351	4,489,900	(4,485,550)
Advertising Expenses	-	21,473	(21,473)	2	2,961,719	(2,961,717)	-	1,356,447	(1,356,447)	2	4,339,639	(4,339,636)
Rent Expenses	-	26,964	(26,964)	-	2,108,035	(2,108,035)	80,150	1,043,875	(963,725)	80,150	3,178,874	(3,098,724)
Gambling/Casinos	1,185,098	1,527,547	(342,450)	677,492	2,812,179	(2,134,687)	-	50,178	(50,178)	1,862,590	4,389,904	(2,527,314)
Utilities	87	60,171	(60,084)	1,034	1,132,979	(1,131,944)	-	165,089	(165,089)	1,121	1,358,238	(1,357,117)
Insurance Expenses/Proceeds	19,107	5,419	13,688	216,478	1,027,336	(810,858)	2,700	149,450	(146,749)	238,285	1,182,204	(943,919)
Auto Purchase/Lease	90,838	284,339	(193,501)	35	586,642	(586,606)	42,975	181,820	(138,845)	133,849	1,052,801	(918,952)
Legal & Professional Fees	10,303	15,373	(5,070)	19,517	696,992	(677,475)	-	14,000	(14,000)	29,819	726,365	(696,546)
Taxes & Licenses	63,368	155,574	(92,206)	4,955	237,975	(233,020)	656	-	656	68,980	393,549	(324,569)
Trucking Expenses	-	1,621	(1,621)	-	33,429	(33,429)	-	281,655	(281,655)	-	316,705	(316,705)
Business Financing Proceeds/Payments	7,786	102,198	(94,412)	-	-	-	440,462	588,634	(148,172)	448,248	690,832	(242,584)
Personal Expenses	-	54,360	(54,360)	6,319	155,084	(148,766)	-	26,792	(26,792)	6,319	236,237	(229,918)
Telephone, Internet, & Cable	25	17,027	(17,003)	-	139,618	(139,618)	-	28,143	(28,143)	25	184,789	(184,764)
Cash Withdrawals	88	23,478	(23,390)	-	136,100	(136,100)	-	13,280	(13,280)	88	172,858	(172,770)
Lowe's/Home Depot	-	26	(26)	295	142,084	(141,789)	-	148	(148)	295	142,258	(141,963)
Retail Purchases	253	50,654	(50,402)	22	72,606	(72,584)	-	9,650	(9,650)	275	132,910	(132,636)
Office Expenses	-	2,807	(2,807)	418	71,722	(71,304)	1,188	42,541	(41,354)	1,606	117,070	(115,465)
Bank Fees	5	462	(457)	658	39,202	(38,544)	7,131	16,935	(9,804)	7,794	56,599	(48,804)



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	Personal Accounts Yomtov S. and Francine Menaged			Arizona Home Foreclosures, LLC Easy Investments, LLC			Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total
	Deposits	Withdrawals	Net Total	Deposits	Withdrawals	Net Total						
Travel Expenses	10,826	14,987	(4,161)	-	39,099	(39,099)	-	4,323	(4,323)	10,826	58,409	(47,583)
Auto Expenses	-	4,751	(4,751)	-	8,517	(8,517)	16	32,870	(32,854)	16	46,138	(46,122)
Credit Card Processing Services	-	-	-	-	20,602	(20,602)	-	16,368	(16,368)	-	36,969	(36,969)
Credit Verification Services	-	-	-	-	17,104	(17,104)	-	17,563	(17,563)	-	34,667	(34,667)
Collections & Levies	-	20,013	(20,013)	-	1,858	(1,858)	-	10,449	(10,449)	-	32,320	(32,320)
Meals & Entertainment	-	15,732	(15,732)	-	10,165	(10,165)	-	1,846	(1,846)	-	27,742	(27,742)
Security Expenses	-	-	-	-	19,679	(19,679)	-	4,891	(4,891)	-	24,571	(24,571)
Equipment Expenses	-	-	-	-	3,495	(3,495)	-	15,501	(15,501)	-	18,996	(18,996)
Levies & Garnishments	-	16,598	(16,598)	-	-	-	-	-	-	-	16,598	(16,598)
Miscellaneous Deposits/Disbursements	383	3,751	(3,369)	9,061	25,206	(16,145)	3,665	16,229	(12,565)	13,109	45,187	(32,078)
<b>Subtotal</b>	<b>1,391,952</b>	<b>2,511,616</b>	<b>(1,119,664)</b>	<b>944,821</b>	<b>18,701,307</b>	<b>(17,756,485)</b>	<b>601,238</b>	<b>14,041,713</b>	<b>(13,440,474)</b>	<b>2,938,012</b>	<b>35,254,636</b>	<b>(32,316,624)</b>
<b>Unknown Transactions</b>												
Unknown Cashier's Checks	-	-	-	1,078,600	3,467	1,075,134	-	-	-	1,078,600	3,467	1,075,134
Unknown Checks - Before 05/19/10	-	-	-	-	11,541,315	(11,541,315)	-	-	-	-	11,541,315	(11,541,315)
Unknown Checks <= \$1,000	-	15,098	(15,098)	-	1,029,293	(1,029,293)	-	1,336,718	(1,336,718)	-	2,381,109	(2,381,109)
Unknown Deposits	[2] 1,680	-	1,680	532,715	2,563	530,153	4,908	-	4,908	539,303	2,563	536,741
Unknown Deposits - Before 05/19/10	-	-	-	6,495,209	45,285	6,449,925	-	-	-	6,495,209	45,285	6,449,925
Unknown Deposits <= \$1,000	6,207	-	6,207	133,286	-	133,286	69,356	259	69,097	208,849	259	208,590
Unknown Withdrawals	[2] -	383,061	(383,061)	-	5,076,015	(5,076,015)	-	149,451	(149,451)	-	5,608,527	(5,608,527)
Unknown Withdrawals <= \$1,000	-	2,890	(2,890)	-	7,440	(7,440)	-	1,585	(1,585)	-	11,915	(11,915)
<b>Subtotal</b>	<b>2,056,777</b>	<b>29,599,560</b>	<b>(27,542,783)</b>	<b>786,440,229</b>	<b>759,523,499</b>	<b>26,916,730</b>	<b>19,929,885</b>	<b>19,003,897</b>	<b>925,987</b>	<b>808,426,891</b>	<b>808,126,956</b>	<b>299,935</b>
<b>Returned Items</b>	<b>149,492</b>	<b>149,492</b>	<b>-</b>	<b>3,018,260</b>	<b>3,018,260</b>	<b>-</b>	<b>152,417</b>	<b>152,417</b>	<b>-</b>	<b>3,320,169</b>	<b>3,320,169</b>	<b>-</b>
<b>TOTAL</b>	<b>42,015,686</b>	<b>42,079,110</b>	<b>(63,425)</b>	<b>807,529,511</b>	<b>807,529,511</b>	<b>-</b>	<b>26,680,270</b>	<b>26,679,072</b>	<b>1,198</b>	<b>876,225,467</b>	<b>876,287,694</b>	<b>(62,226)</b>

**Notes:**

- [1] This analysis is a preliminary draft based on the information currently available to the Receiver and is therefore subject to change. Due to the preliminary nature of this analysis, it has not yet been subjected to the Receiver's quality control procedures.
- [2] There are numerous significant transactions for which the purpose cannot be determined based on the information currently available. The Receiver continues to investigate these transactions, which will be resolved and categorized accordingly upon receipt of additional information.
- [3] This analysis consists solely of transactions that flowed through the bank accounts referenced below. Accordingly, funds that flowed directly between lenders, trustees, escrow companies, and other third parties are not accounted for herein.

**Sources:**

Bank statements and supporting documents for the following accounts:

Entity	Bank	Account No.	Period	Complete?
Yomtov S. Menaged	Chase	xxxxxx525	09/30/14-11/30/16	Missing Post-11/30/16
Yomtov S. Menaged	Chase	xxxxxx8290	11/20/14-11/30/16	Missing Post-11/30/16
Yomtov S. Menaged	Chase	xxxxxx8371	05/02/14-11/30/16	Missing Post-11/30/16
Yomtov S. Menaged	US Bank	xxxxxx6416	12/31/12-11/08/16	Missing Post-11/30/16
Arizona Home Foreclosures, LLC	Chase	xxxxxx1151	04/08/14-11/30/16	Complete
Arizona Home Foreclosures, LLC	US Bank	xxxxxx2735	10/09/13-12/31/15	Complete
Easy Investments, LLC	Bank of America	xxxxxx5496	01/01/10-01/31/13	Missing Pre-01/01/10
Easy Investments, LLC	US Bank	xxxxxx4457	12/13/12-05/31/16	Complete
Easy Investments, LLC	Wells Fargo	xxxxxx2190	12/11/12-01/31/13	Complete
Easy Investments, LLC	Wells Fargo	xxxxxx1944	12/11/12-01/31/13	Complete
Furniture King, LLC	Chase	xxxxxx1381	09/07/11-11/30/16	Missing Post-11/30/16
Furniture King, LLC	US Bank	xxxxxx4440	12/13/12-05/31/16	Complete
Furniture & Electronic King, LLC	Chase	xxxxxx5893	12/14/15-10/07/16	Complete
Scott's Fine Furniture, LLC	Chase	xxxxxx6758	03/28/16-11/22/16	Complete
Beneficial Finance	US Bank	xxxxxx2727	10/09/13-10/31/16	Missing Post-10/31/16

# **Exhibit B**

**In The Matter Of:**  
*Arizona Corporation Commission vs.*  
*Densco Investment Corporation*

---

*Yomotv Scott Menaged*  
*December 8, 2017*

---

*Griffin & Associates Court Reporters, LLC*  
*2398 E. Camelback Road*  
*Suite 260*  
*Phoenix, AZ 85016*

Original File SM120817.txt

**Min-U-Script® with Word Index**

IN THE SUPERIOR COURT OF THE STATE OF ARIZONA

IN AND FOR THE COUNTY OF MARICOPA

ARIZONA CORPORATION	)	
COMMISSION,	)	
	)	
Plaintiff,	)	
	)	No. CV 2016-014142
vs.	)	
	)	
DENSCO INVESTMENT	)	
CORPORATION, an Arizona	)	
corporation,	)	
	)	
Defendant.	)	
	)	

INTERVIEW/DEPOSITION OF YOMTOV SCOTT MENAGED

Phoenix, Arizona  
December 8, 2017  
10:23 a.m.

REPORTED BY:  
WILMA A. WEINREICH, CSR, RPR  
Certified Reporter  
Certificate No. 50530

PREPARED FOR:

(ASCII/COPY)

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I N D E X

WITNESS	PAGE
YOMTOV SCOTT MENAGED	
Examination by Mr. Frakes	4

E X H I B I T S

Deposition Exhibits:	Description	Page
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\*\*\* NO EXHIBITS MARKED \*\*\*

1 INTERVIEW/DEPOSITION OF YOMTOV SCOTT MENAGED  
2 was taken on December 8, 2017, commencing at 10:23 a.m. at  
3 the offices of the Federal Court Building, 401 West  
4 Washington Street, Phoenix, Arizona, before WILMA A.  
5 WEINREICH, a Certified Reporter in the State of Arizona.

6  
7 COUNSEL APPEARING:

8 BERGIN FRAKES SMALLEY & OBERHOLTZER  
9 By: Mr. Kenneth M. Frakes  
Mr. Tyler Brown  
10 4343 East Camelback Road  
Suite 210  
11 Phoenix, Arizona 85018

12 For the Receiver;

13 MOLLY P. BRIZGYS, ESQUIRE  
By: Ms. Molly P. Brizgys  
14 2210 South Mill Avenue  
Suite 7A  
15 Tempe, Arizona 85282

16 For the Interviewee/Deponent.  
17  
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1                   YOMTOV SCOTT MENAGED,  
2   a witness herein, having been first duly sworn by the  
3   Certified Reporter to speak the truth and nothing but the  
4   truth, was examined and testified as follows:

5

6                   EXAMINATION

7   BY MR. FRAKES:

8           Q.    Good morning.  This is Ken Frakes, special  
9   counsel for the receiver in this matter, Arizona  
10   Corporation Commission vs. Densco Investment Corporation.

11                   Could you state your full name for the  
12   record, please.

13           A.    Yomtov Scott Menaged.

14           Q.    Before we get started, your attorney needs to say  
15   a few things.

16           A.    Okay.

17                   MS. BRIZGYS:  This is Molly Brizgys, Scott's  
18   criminal defense lawyer for the pending matter in federal  
19   court.

20                   Scott, I have advised you of your Fifth  
21   Amendment right not to incriminate yourself in this  
22   matter, we have discussed it, and is it your desire to  
23   give up that right and make a statement in this  
24   deposition?

25                   THE WITNESS:  Yes.

1 BY MR. FRAKES:

2 Q. Scott, my name is Ken Frakes and I am  
3 investigating potential claims arising out of the Densco  
4 fraud against Chase Bank who was your banker during a  
5 large portion of it.

6 Before we get started, could you just  
7 briefly walk me through the fraudulent scheme?

8 A. Yes. So Densco would wire me -- I would email  
9 Densco, or Veronica Castro would email Densco, a list of  
10 properties that will be identified as offers to purchase  
11 properties with an address and a dollar amount.

12 And then that dollar amount -- that list  
13 would go over to Chase Bank -- well, first, it would go to  
14 Densco. Densco would wire the funds for that amount to  
15 Chase Bank.

16 We would go -- I would go to Chase Bank, or  
17 Veronica would go to Chase Bank, and get a cashier's check  
18 made out to the trustees. I would take a picture of the  
19 check, send it to Denny at Densco, and redeposit those  
20 checks into my account.

21 Q. Okay. Who was the person that you worked with at  
22 Chase Bank mostly?

23 A. Samantha, first, and last initial started with a  
24 K.

25 Q. Was it Samantha Kumbalek?



1           A.    Yes.  That's it.

2           Q.    So tell me -- did you deal with Samantha on  
3 virtually every transaction to obtain a cashier's check?

4           A.    Yes.  99 percent of the time, unless she wasn't  
5 there that day.

6           Q.    Okay.  Describe how the process worked to obtain  
7 the check.

8           A.    I would email Samantha on a daily basis in the  
9 name of who I needed the check made to and the dollar  
10 amount and what to put on the reference line.

11                       So, it would be, for instance, 123 Main  
12 Street or whatever the identifiable purchase property was  
13 for.

14                       And I would get into the branch probably  
15 between, I don't know, 4:00, 5:00 o'clock at night,  
16 sometimes 5:30 in the evening, and the checks would be  
17 ready.  I would take a picture of those checks and  
18 redeposit them into my account.

19           Q.    What was the purpose of taking a picture of the  
20 checks?

21           A.    To send it to my lender to show that -- to show  
22 him that those checks -- that money was going towards  
23 whatever identifying property it was for, for an offer to  
24 purchase or whatever.

25           Q.    Why did your lender -- your lender is Densco,

1 correct?

2 A. Correct.

3 Q. Why would your lender want a picture of the  
4 check?

5 A. To verify. He wanted to verify that the money  
6 was going to go to the trustee.

7 Q. And then the check actually had the trustees's  
8 name on it and the property address, and obviously the  
9 amount for the property?

10 A. Correct, yes. And on the memo line it always  
11 said Densco payment to 123 Main Street or whatever the  
12 property was.

13 Q. Densco would wire the money in for a certain  
14 property.

15 Did Densco identify for the bank the amount  
16 of money that was wired in and what its intended purpose  
17 would be for?

18 A. Yes.

19 Q. Tell me how.

20 A. On the memo line of the wire transfer, it would  
21 show the properties that it was being paid for. So if  
22 there were four properties that day, all the addresses --  
23 complete addresses would be on that memo line, along with  
24 the dollar amount.

25 Q. And then would you get a corresponding cashier's

1 check that would match the wire description -- go ahead.

2 A. It would match the dollar amount and it would  
3 match the property address that was on that email -- on  
4 that wire transfer.

5 Q. And that was used to give Densco comfort?

6 A. That was used to give Densco comfort that the  
7 money was actually going to the trustee and being held  
8 there for whatever purpose.

9 Q. So then you said -- I believe you said that you  
10 would then -- after you took a picture of it and emailed  
11 it to Densco, you would redeposit the check into your  
12 account, is that correct?

13 A. That's correct.

14 Q. When you said you'd email the picture, was that  
15 to Denny Chittum?

16 A. Denny Chittick, yes. He was the only one that  
17 worked in Densco -- was with Densco.

18 Q. What other type of assurances were given to  
19 Densco that the money was being used for the trustee sale?

20 A. There was a receipt that was created to Densco.

21 Q. For the purchase of the trustee sale property?

22 A. For the purchase -- or to show that we made an  
23 offer to purchase on a property and that the money was  
24 sitting at an auction company or a trustee company.

25 Q. And then you redeposited it back into the bank

1 and it wasn't used to do that. Did the bank ever question  
2 this practice?

3 A. Yes. Uh-huh. The assistant manager at the time  
4 asked me a few times at different occasions what -- why I  
5 would -- she didn't understand the process. She didn't  
6 understand why I would get a cashier's check and then do  
7 nothing with it other than take a picture of it and then  
8 give it back to her.

9 So I explained to her that the lender -- I  
10 just needed to prove that I had money in my account and to  
11 show that, you know, these checks were going -- that were  
12 being paid for properties or offers to purchase.

13 She never questioned it after. I was  
14 concerned that she was going to ask me, "Then why aren't  
15 you taking the checks with you?" That never happened.

16 Q. Samantha Kumbalek prepared cashier's checks for  
17 you with the property identified and the trustee  
18 identified, and she knew that that check would not be used  
19 to purchase the property, is that correct?

20 A. Obviously, because within 30 seconds she took the  
21 check back and redeposited it into my account, so I didn't  
22 have the check anymore. Make sense?

23 Q. I think so. You did this -- I was looking at the  
24 records and there might be thousands of these  
25 transactions, is that right?

1           A.    Yes.  It was every day, for sure.  Monday through  
2   Friday.  Yes.

3           Q.    And on every occasion she would prepare a  
4   check -- on the face of the check its intended purchase  
5   was to purchase the property, but she knew that you were  
6   going to redeposit it because of your action throughout  
7   the course of the scheme, is that correct?

8           A.    Correct.  Typically on most occasions, besides  
9   the withdrawal slip that I would sign, she would have the  
10   deposit slip already made out for me for the same amount  
11   and so she knew it was always going back in.

12          Q.    So she would have -- she would prepare the check  
13   for you and then she'd actually prepare the redeposit slip  
14   for you before you even got to the bank?

15          A.    Yes.  It was all done with one paperclip.  Let's  
16   say she went to lunch or something or she wasn't there for  
17   whatever reason.  She'd leave it there with a paperclip.

18                   And in that paperclip would have been a  
19   withdrawal for me to sign for the full withdrawal for the  
20   four or five checks, so that one dollar amount, the checks  
21   would be there, and then a deposit amount for that same  
22   amount of the withdrawal was on the deposit slip for me.

23                   And so I didn't even have to fill out the  
24   deposit slip.  I just handed it back and then they did  
25   a -- whatever they had to do.  It went right back into the

1 account.

2 Because most of the time this was done  
3 through the drive-thru, and so also at the drive-thru  
4 there is no deposit slips out there or anything, so when  
5 it came out to me it came complete. Everything was  
6 complete. They knew it was going right back in.

7 Q. Would Samantha work the drive-thru window at  
8 times?

9 A. No. Not very often. 95 percent of the time, no.  
10 However, the people knew me in the branch already by doing  
11 this every day, coming in there or driving through, and so  
12 when I'd get to the drive-thru window they'd call her and  
13 she'd come to the window and handle the transaction.

14 Q. Samantha knew that you were taking a picture,  
15 emailing it to Densco so that Densco had assurance that  
16 you were purchasing -- or were going to purchase the  
17 trustee sale. She knew that fact, correct?

18 A. She did know that fact, yes. Sometimes that  
19 happened there. And then sometimes, if I wasn't in a  
20 rush, I'd actually just go into the branch and see her.

21 Q. Did you ever take a picture and email it to  
22 Densco right in front of her?

23 A. Oh, yeah, absolutely. There was a time that she  
24 took the picture for me on my phone because I was holding  
25 the baby and she was throwing up on me, and there was a

1 whole big commotion there. I said, "You take the picture  
2 for me," and so she did.

3 Q. You said earlier that Densco would wire the funds  
4 in with the description of what the funds were to be used  
5 for. Did I hear that correctly?

6 A. Correct.

7 Q. And that description was the foreclosure or  
8 trustee sale for a certain property and a certain amount,  
9 correct?

10 A. Correct.

11 Q. Did Samantha help you with your accounts of  
12 wiring those wired funds into it? Let me rephrase that.

13 Did Samantha know that Densco was wiring  
14 funds into your account?

15 A. Yes. Sometimes I would get to the branch before  
16 the money actually hit my account, so I would have to wait  
17 there for a little bit before I actually got the Densco  
18 wire.

19 And so she'd issue the check and then she'd  
20 say, "Hey, Densco's wire came in." "Okay, great." And  
21 she'd print off the check and we would be good to go.

22 Q. Was this process of issuing cashier's checks to  
23 your knowledge within Chase policy or procedures?

24 A. No. It was not.

25 Q. How do you know that?

1       A.    It was brought up to me a couple times, not --  
2   not condemning me but just telling me that, you know, the  
3   system -- we have to override the system because the wire  
4   just came in, or we need another teller to prepare a code  
5   in the computer before they could actually print the  
6   check, because they are saying that your account's  
7   negative but it's not negative because the wire just came  
8   in but the system is not recognizing it. It's too quick.

9       Q.    That was a lot there. Let's break that down a  
10   little bit. Let's talk about the process of obtaining  
11   cashier's checks.

12               Did you always do it the way in which you  
13   described, with emails with Samantha, or was there -- did  
14   anybody say we have to do it a different way?

15       A.    Okay. So there was a branch manager. So  
16   Samantha made the decision that this is how we were going  
17   to do it, and I was going to email Samantha this  
18   information.

19               And then there was an issue in regards to --  
20   there were times that I would email her. And let's say  
21   she wasn't there or it was her day off. Well, I wouldn't  
22   know that, and so I would get into the branch and nothing  
23   would be ready for me.

24               So the branch manager at the time, which was  
25   Vikram, he said, "Copy me on all the emails so if she is



1 not here I am and I can get the checks ready for you."

2 And so on most of these emails you would  
3 have two email addresses that I sent it to, to her and to  
4 the branch manager.

5 And then that branch manager left to go to a  
6 different branch, they moved him out of the Scottsdale  
7 branch, and when the new branch manager came in, that's  
8 when she said, "There's no way we can continue doing  
9 things this way. This is completely out of Chase policy.  
10 I don't even know how the previous branch manager even  
11 remotely thought this was possible or okay to do."

12 Q. So Vikram is the branch manager, Samantha is the  
13 assistant. They are doing it contrary to policy. Vikram  
14 leaves and a new branch manager comes in and says, "Stop,  
15 we have to do it right," is that correct?

16 A. That's correct.

17 Q. Then how did you do it during that time period?

18 A. So then during that time period I could no longer  
19 email the checks that I needed. I actually went into the  
20 branch, showed my ID, signed the withdrawal slip like a  
21 regular customer, got the cashier's checks, and then I  
22 still redeposited them but nothing would be done prior.

23 So prior, they would pull the money out of  
24 my account before me even reaching the branch, so based on  
25 my email they'd take out 1.2, 1.4 million dollars from my

1 account, and that's where the branch manager had a  
2 problem.

3 She said, you know, "You can't withdraw from  
4 a customer's account a million dollars without even his  
5 signature and ID, anything, saying that he's authorized  
6 other than an email that we don't even know where this  
7 e-mail really came from." And so she wasn't okay with  
8 that.

9 But then once that branch manager left,  
10 Samantha became the acting branch manager and then we went  
11 back to the same system of emailing.

12 Q. I think you mentioned a little bit earlier about  
13 holds and some other things. So when you redeposited the  
14 money -- and you said something about overrides. Can you  
15 now talk about that part of the process?

16 A. Yes. So when I would redeposit the checks the  
17 system would always flag it and say hold on, people, we  
18 don't want to give this guy \$1.2 million because we don't  
19 even know where these checks are from. We don't even know  
20 if the money's good. We don't know anything.

21 And so on my receipt it always said that the  
22 checks were going to be held for seven days, five days.  
23 It gave you a date of when it would be available. And  
24 then at that point Samantha would go into the system and  
25 release all funds.

1                   So if I pulled away from the branch and I  
2   went on my online banking on my phone, I might see the  
3   deposit and I might see I only have \$25 available, but by  
4   the time I reached my house I'd look again and the whole  
5   1.4 million would be available then.

6           Q.    Do you know how long the hold was supposed to be?  
7   Did you say that?

8           A.    Five days, seven days. That was typical. I  
9   actually do remember another time where the back office,  
10   which is their big office, corporate office, questioned  
11   Samantha on the releases, now that I am thinking about it.

12                   And she explained to them, well, it's Chase  
13   funds. So, like, we are just putting -- some of these  
14   checks are going -- I will release it if I know the money  
15   is good from Chase. And they, I guess, were okay with  
16   that explanation because they didn't bother her anymore.

17           Q.    By "release" you mean override the hold, that  
18   they were supposed to hold the funds --

19           A.    Override the hold so I could actually use it  
20   again and again and again.

21                   And sometimes when I would go into the  
22   branch I'd ask them to make the transfers for me.  
23   Whatever needed to happen it would happen at that time. I  
24   only went to the branch once a day.

25           Q.    Let's talk a little bit about what you did with

1 the money that Densco wired. We know that Densco would  
2 wire in -- you'd provide these assurances through the  
3 check that you were going to use the money for the  
4 foreclosures. You redeposited them so you weren't using  
5 it for the foreclosures.

6 What did you do with the money that Densco  
7 would wire in?

8 A. Then I would -- sometimes the money would go over  
9 to different furniture companies. Sometimes the money  
10 would -- all the time -- most of the money would go back  
11 to Densco.

12 But when it went back to Densco, it went  
13 back to them including 18 percent interest or 30 days, 30  
14 days of loans ago. And so, you know, that always took a  
15 big chunk out of everything.

16 Sometimes it would be for living expenses of  
17 mine. Whatever was going on at that time.

18 Q. Let's talk about furniture companies. You were  
19 taking the funds that Densco deposited and sent to -- I'm  
20 not sure. Were they your furniture companies?

21 A. Yes. Just another account at Chase.

22 Q. Did you do those wires or did the bank have to do  
23 those wires, or a combination?

24 A. No. I couldn't do those transfers. The bank had  
25 to do them. They weren't wires.

1                   So if it was inside the branch -- if it was  
2                   an account or an account inside the same bank, they just  
3                   did a transfer. Versus a wire transfer.

4                   But I couldn't do it. I couldn't do wire --  
5                   I couldn't do transfers by myself. I needed someone at  
6                   the branch to do it for me, so they'd always do that.

7           Q.     Maybe we went too fast about something. What's  
8           the name of the company who was allegedly -- or in the  
9           foreclosure business, the property company?

10          A.     Arizona Home Foreclosures.

11          Q.     And that was the name that was on the bank  
12          account, correct?

13          A.     Correct.

14          Q.     Did Chase vis-a-vis Samantha or anybody else know  
15          that the nature of Arizona Foreclosures -- the nature of  
16          its business was to purchase investment properties from  
17          foreclosures?

18          A.     Yes, absolutely. There was a time I was looking  
19          for a house for her for personal use and -- you know, from  
20          the courthouse steps.

21          Q.     And you testified earlier that the bank and  
22          Samantha knew that the Densco money was coming in for the  
23          intended purpose of purchasing foreclosed homes, correct?

24          A.     Correct.

25          Q.     Did Samantha or the bank ever question why you

1 were taking Densco money and transferring it to your  
2 furniture businesses?

3 A. No.

4 Q. Let's talk about living expenses. Did you  
5 transfer funds from the Arizona Foreclosures' account to  
6 your personal account?

7 A. At times.

8 Q. Was that a transfer or a wire or --

9 A. A transfer. It was done in the branch.

10 Q. And that was something --

11 A. With Samantha.

12 Q. That was something that the branch did. Samantha  
13 did that for you, right?

14 A. Correct. Transfers I couldn't do. Someone at  
15 the branch had to do it.

16 Q. And we didn't talk about this too much. Just so  
17 we get a clear record, sometimes we fall into this habit  
18 of anticipating each other's questions and answers and we  
19 start talking over each other because it's like normal  
20 conversation. It's tough for the court reporter do that.

21 And I am usually guilty of it. Let me ask  
22 the question and I will wait for you to answer, and I will  
23 do the best for you to answer completely and then I will  
24 ask another question. Because I am starting to  
25 anticipate. Just both of us keep that in mind.

1           A.     Okay.

2           Q.     Did you ever deal with cash coming into or coming  
3 out of the Densco -- I'm sorry -- the AZ Foreclosures'  
4 account?

5           A.     I did.

6           Q.     Let's talk about withdrawals. How did you  
7 withdraw the moneys?

8           A.     In the branch.

9           Q.     Did they ever ask what the cash was for?

10          A.     Sometimes. They'd say, "Wow, that's a lot of  
11 money." I would say -- they asked -- there were times  
12 that they knew that I was either giving the money back to  
13 Densco in cash -- because I told them I was going to get a  
14 discount, which I was.

15                   They knew that I gambled a lot. That was a  
16 big thing of theirs that they knew. Because my debit card  
17 was having an issue at the casino. When you try to use  
18 over a certain dollar amount, it usually declines and then  
19 you've got to call and there is a whole 30-minute process.

20                   And so when I went into the branch, I told  
21 Samantha, "Hey, we need to fix this. I don't want to keep  
22 going through this."

23                   And so she called someone at the credit card  
24 -- or the debit card fraud prevention department and put  
25 notes on my account that anything up to -- I think it was

1 40 or \$50,000 a transaction that I could withdraw using my  
2 debit card at a casino. And so randomly the casino would  
3 call her to verify that my transaction was okay.

4 Or if I had to wire money to Las Vegas.  
5 She'd do the wire for me all the time. If I had to get a  
6 cashier's check to go into the casino, she's the one that  
7 issued it.

8 Or the casinos in Vegas would call her and  
9 confirm the fact that she issued the cashier's checks or  
10 she issued the wire. You know, they are very concerned in  
11 Vegas. They want to make sure there's real money and  
12 there's no games going on. So she always verified that  
13 with them.

14 Q. And all this was coming out of the Arizona  
15 Foreclosures' account?

16 A. Correct.

17 Q. We know that they decided not to follow their own  
18 procedures as it relates to cashier's checks, correct?

19 A. Correct.

20 Q. Because they told you that, correct?

21 A. Correct.

22 Q. And we know that they weren't following their own  
23 procedures as it relates to holds on redepositing the  
24 cashier's check, correct?

25 A. Correct.



1 Q. What about cash? Did you ever deposit cash in  
2 the account, too?

3 A. I did, if I made a lot of money somehow in the  
4 casino, or sometimes I would have 50, 60,000 in cash.

5 Q. Did you deposit that all at once or was there  
6 other -- were there other ways in which you deposited it?

7 A. No. I was -- the first time I went to do it I  
8 remember it was \$33,000. And so I went into the branch  
9 with three scraps of 10,000 each and then 3,000 separate.  
10 I always put out -- I mean I had a personal  
11 account, but I always put everything through the Arizona  
12 Home Foreclosure account because I mean ultimately the  
13 goal was to get Densco paid off, maybe naively, at that  
14 kind of interest, but that was the goal.

15 And so everything went through that bank  
16 account. But when I went into the branch, she asked for  
17 my ID and I'm, like, okay. And she's like hey, you know,  
18 "Before I put this in, just so you understand, we have to  
19 report this to the I.R.S.," and I'm like, "Okay."

20 And she said that the way we can do this is  
21 you can deposit 5,000. I go, "What's the limit?" She  
22 said 10,000. So I said, "Just take 9900." And she said  
23 well no, because that's a suspicious report for someone  
24 that knows about the \$10,000 rule. There is another form  
25 we fill out for that kind of person.

1                   If you do 5,000 here or 3,000 in an ATM,  
2                   tomorrow do 5,000, that won't be reported. But if you get  
3                   up to that certain amount of \$10,000, it's going to be  
4                   reported or anything remotely close to it that we feel  
5                   like you know about it. So then I knew about the rule, so  
6                   I made sure to never hit that.

7           Q.     So essentially she counseled you in a way to  
8                   circumvent their own procedures to avoid further scrutiny,  
9                   is that correct?

10          A.     Correct.

11                   They also never asked for my driver's  
12                   license. Like I remember they kept my driver's license on  
13                   the desk there -- my driver's license number. So I never  
14                   really had to give it when I went to the drive-thru. They  
15                   just kind of typed in the number and that was it. Because  
16                   sometimes I'd send employees in to get checks for me as  
17                   well.

18          Q.     Chase Bank wasn't the first bank that you did  
19                   this scheme through, right? You were with U.S. Bank prior  
20                   to that, is that correct?

21          A.     Correct.

22          Q.     Can you tell me about U.S. Bank a little bit?  
23                   That's a bad question. I'm sorry.

24                   Did you do the same thing with U.S. Bank  
25                   with the cashier's checks as you just described with

1 Chase?

2 A. Yeah. It was a little different, though. There  
3 were more personal relationships and stuff. I'd rather  
4 this deposition to stick with Chase and I will deal --  
5 that we do the U.S. Bank at a different deposition if you  
6 want. That's more complicated. That's a whole different  
7 thing.

8 Q. Maybe we will come back to it. Can you just  
9 answer this? Why did you leave U.S. Bank and go to Chase?

10 A. Because their policies were very strict; Chase  
11 wasn't.

12 Q. And in what way?

13 A. In regards to their cut-off times of deposits,  
14 how often you can access your money, how much cash they  
15 had.

16 So if you went into a U.S. Bank and asked  
17 for \$10,000, it's almost like you asked for a million  
18 dollars. They don't carry that kind of cash. They are  
19 not familiar with that kind of cash -- at most locations.  
20 And so that didn't really work well for me.

21 And then if I made a deposit into that  
22 account -- for instance, if I made a deposit -- if  
23 Densco's money came into that bank account, sometimes --  
24 and it came in after a certain cut-off time, that would  
25 become a problem with getting a cashier's check and a

1 whole big problem.

2 MR. FRAKES: I am going to take a couple  
3 minutes and step outside, maybe just kind of recap a few  
4 things, and then hopefully we don't have too much more.  
5 Unless something comes to mind.

6 MS. BRIZGYS: Perfect.

7 (Recess taken 10:56 a.m. - 11:09 a.m.)

8 BY MR. FRAKES:

9 Q. We are back --

10 A. What time is it?

11 MS. BRIZGYS: 11:06.

12 THE WITNESS: So we are going after 11?

13 MS. BRIZGYS: Until 11:30.

14 BY MR. FRAKES:

15 Q. I've just got a few more things and then we will  
16 recap.

17 You mentioned that when Vikram left and the  
18 second bank manager came in, that was one of the times in  
19 which the bank questioned your practices here.

20 Did anybody else at the bank at any time  
21 question your practices as it relates to the checks or  
22 your accounts?

23 A. Yes. There was a business relationship manager.  
24 I can't remember her name off the top of my head but I can  
25 obtain it.

1                   She was looking at my account one day,  
2                   because we were looking to switch our credit card  
3                   processing over to Chase, and she had some questions in  
4                   regards to why all this money was going through the  
5                   account and what was going on.

6                   And Samantha answered for her and just said  
7                   that I needed to -- I think she said -- I don't remember  
8                   exactly what she said.

9                   She said that money came in from Densco and  
10                  he was a lender and whatever money wasn't used was  
11                  redeposited or something to that effect.

12                Q.     Let's back up. The private client banker, was  
13                  her name Susan Lazar by chance?

14                A.     The private banker, yes.

15                Q.     The person you are talking about right now, that  
16                  question?

17                A.     No. That's a business -- no. That's a small  
18                  business lady, and that was not her.

19                Q.     So tell me how she questioned your account. Go  
20                  into a little more detail there.

21                A.     So she would look at the account, and we spoke  
22                  about how much rental income I received and approximately  
23                  how many transactions I did monthly and stuff, because her  
24                  main focus was the credit card side of everything,  
25                  accepting credit cards for the tenants, and when she

1 looked at the account she couldn't understand how 50, 60,  
2 \$40 million was running through that account.

3 And so when she looked at things a little  
4 closer she realized that if I received a wire for  
5 1.1 million today that I have a deposit for the same day  
6 for 1.1 million and a withdrawal for 1.1 million on the  
7 same day, so it was in essence three transactions for one  
8 transaction that came in from Densco.

9 And so Samantha was there with us and she  
10 asked what this was, like why this was happening, and so I  
11 told her that -- I was going to tell her something, but  
12 before I did Samantha said something to the effect of  
13 well, no, he needs to prove that he has the funds in the  
14 account, so sometimes the money comes out and goes back in  
15 but it's the same funds.

16 And so this lady laughed after and she goes  
17 well, hey, we are getting credit for it, something like  
18 that, meaning the deposit amounts were, you know, pretty  
19 high.

20 I mean you can do this ten times a day and  
21 you could show \$300 million a day going into your account  
22 if you wanted to.

23 Q. Let's talk about that. Are you aware of any  
24 incentive of why the bank would go along with this?

25 A. All I know is that the more transactions you do

1 and the higher dollar amount of deposit you have going  
2 into the account, and you being in their branch as  
3 labeled, as that's my home branch is that one branch,  
4 eventually the whole goal is to move you over to something  
5 called private client banking which Chase prides themselves  
6 on. It's not at every branch, but there are in some  
7 branches they do have the private client section.

8 And so at that section when you transfer all  
9 your accounts over, your account number stays the same and  
10 everything, but you are labeled different. And once you  
11 are labeled different, it's my understanding that the  
12 branch gets some kind of benefits. Or the employees get  
13 some kind of benefits.

14 Q. Did anybody ever say anything to you that given  
15 the high dollar volume of your accounts that that branch  
16 actually received any benefit from your business?

17 A. Susan Lazar told me one time, she said, "I owe  
18 you breakfast or something because we did very good this  
19 last quarter," or something, meaning, you know, I  
20 guarantee it wasn't some little -- she looked very happy.  
21 And the more accounts they open for you in private client  
22 the more bonuses they get as well.

23 So once I moved over to private client they  
24 opened me another checking account, and I remember a  
25 couple savings accounts, even though I never used the

1 savings accounts. It was like, oh, please, let's open it  
2 because we get credit for all that.

3 Q. Do you think Samantha at the bank knew something  
4 improper was going on?

5 A. I'd have to say yes, considering the amount of  
6 money that she knew was going to casinos and the amount of  
7 cash that she knew was coming out of the account.

8 Q. Did Samantha or anybody know -- from the bank  
9 know of the business relationship between Densco and  
10 Arizona Foreclosures that -- like how much the -- the  
11 interest rate on those payments and what type of returns  
12 they should be getting, etc.?

13 A. No.

14 Q. I am going to try to take a minute and kind of  
15 recap what I understand you have testified to, just so  
16 that I avoid any misunderstands.

17 The first step would be that you would  
18 identify properties and amounts and supply that  
19 information to Densco, is that correct?

20 A. Correct.

21 Q. The next step would be then Densco would then  
22 wire those funds into Chase and in that wire it contained  
23 the information of the amount, the trustee, and the  
24 property address to where those funds were supposed to go,  
25 is that correct?



1           A.    No.  In that wire transfer that came from Densco,  
2   what would be in there would be on the memo line just  
3   nothing more than the addresses of what they were intended  
4   for.  And obviously the dollar amount.

5           Q.    Right.  Then you would send an email to Samantha  
6   and copy the branch manager at the beginning, who was  
7   Vikram, and say please prepare cashier's checks and you  
8   would supply the information of the trustee and the amount  
9   and the property address, is that correct?

10          A.    Correct.

11          Q.    And that would match the Densco wire memo line  
12   that previously came in, is that correct?

13          A.    Correct.  And on the cashier's checks on the memo  
14   line we always put Densco payment for 123 Main Street or  
15   whatever the address was that I was making an offer to  
16   purchase on.

17          Q.    You would then take a picture of those cashier's  
18   checks and email them or text them to Densco to provide  
19   assurance to Densco that their funds were being used to  
20   purchase the properties identified in the trustee sale, is  
21   that correct?

22          A.    Purchase or make an offer to purchase.  But yes.

23          Q.    And the vast majority of times you would  
24   redeposit those checks immediately after you emailed the  
25   photographs of them to Densco, is that correct?

1           A.     Correct.

2           Q.     And Samantha -- I want to get her last name for  
3 this question. And Samantha Kumbalek knew that you were  
4 obtaining cashier's checks made out to trustees for the  
5 purchase of property but never intended to purchase those  
6 properties with the checks, correct?

7           A.     Correct. She usually is the one that wrote on  
8 the back of the checks, "not used for purposes intended,"  
9 before redepositing into my account.

10          Q.     And as a matter of fact, I believe you testified  
11 earlier that she would have a package prepared for you  
12 with the deposit slips of those -- for those checks to be  
13 redeposited back into the account, correct?

14          A.     Correct. The checks were already stamped on the  
15 back to be deposited and everything. My account number  
16 was on the back. She wrote everything.

17          Q.     So she was fully aware and knew that you weren't  
18 going to buy properties with these checks, correct?

19          A.     Correct. There was actually one time that it  
20 screwed up the system because I needed one of the checks  
21 and so she actually couldn't give me that check because  
22 she already stamped it on the back and wrote, "not used  
23 for intended purpose," so she had to issue another check  
24 for me.

25                     And then -- now that I think about it, there

1 was -- now that I am thinking about it, once that  
2 happened, we came up -- she came up with a system that  
3 said, look, unless you tell me that any of these checks  
4 are not going to come back to me, I am going to assume  
5 they are all going back into the account. So if in fact  
6 you do need one of these checks, write it on the email.

7 So in some of the emails you will see next  
8 to the dollar amount or the trustee name that I will say,  
9 "taking with me." And so that's how she knew not to stamp  
10 that and not to include that in the dollar amount of my  
11 deposit slip that she was preparing.

12 Q. And then she was also aware that you would take  
13 these funds in the Arizona Foreclosure account that Densco  
14 wired in and use them for other purposes, is that correct?

15 A. That's correct.

16 Q. For instance, I think you testified that she  
17 assisted you in transferring these Densco funds from your  
18 Arizona Foreclosure account to your furniture business  
19 account, is that correct?

20 A. Correct.

21 Q. I also think you testified earlier that she  
22 assisted you transferring these funds, Densco funds, into  
23 the Arizona Foreclosure account to your personal accounts  
24 for living expenses from time to time, is that correct?

25 A. Correct.

1           Q.    And she also assisted you in withdrawing large  
2 amounts of cash from the Arizona Foreclosure account for  
3 various uses other than to purchase foreclosure  
4 properties, is that correct?

5           A.    Correct.

6           Q.    And she also assisted you in allowing you to have  
7 larger limits from your debit card so that you can gamble  
8 at certain casinos, is that correct?

9           A.    Correct.  She also contacted the fraud department  
10 and told them to stop bothering me, because my account  
11 kept coming up as -- my account kept coming up as some  
12 kind of flag.  It was flagged for one reason or another.

13                   And I don't know if it was because of the  
14 dollar amounts or because of the amounts that were being  
15 used with the debit card for the casinos, but I was there  
16 when she called them and she's like, look, "I am taking  
17 responsibility.  I am the manager of the branch.  I will  
18 give them all the information.  Under 50,000 or 70,000,  
19 don't bother him."  I don't remember the amount that she  
20 used.  But after that I never had any problem anymore.  
21 Any time I went to a casino and used the card it was  
22 always approved.

23           Q.    This was after Vikram left and you had another  
24 branch manager and then that person left and she became  
25 the bank manager, correct?

1           A.     Correct.  And then she left and then another  
2 branch manager came in and she became assistant manager  
3 again.

4           Q.     You also testified that she avoided -- or  
5 counseled you to avoid further scrutiny in any of your  
6 cash transactions, correct?

7           A.     Correct.

8           Q.     And you also testified, if I remember correctly,  
9 that she -- contrary to bank policy she overrode holds on  
10 your funds from the redeposits, correct?

11          A.     Correct.  So I could use them right away.

12                   MR. FRAKES:  Off the record.

13                   (Discussion off the record.)

14                   MR. FRAKES:  I think we are done here.  I  
15 appreciate your help.  Do you want to read and sign?

16                   MS. BRIZGYS:  Sure.  I can go over it with  
17 him.

18                   MR. FRAKES:  That concludes this deposition.

19                   (Deposition concluded at 11:28 a.m.)

20

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22

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YOMTOV SCOTT MENAGED

23

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25

1 STATE OF ARIZONA )  
2 ) ss.  
3 COUNTY OF MARICOPA )

4 BE IT KNOWN that the foregoing proceedings were  
5 taken before me; that the witness before testifying was  
6 duly sworn by me to testify to the whole truth; that the  
7 foregoing pages are a full, true, and accurate record of  
8 the proceedings, all done to the best of my skill and  
9 ability; that the proceedings were taken down by me in  
10 shorthand and thereafter reduced to print under my  
11 direction.

12 I CERTIFY that I am in no way related to any of  
13 the parties hereto, nor am I in any way interested in the  
14 outcome hereof.

15 [X] Review and signature was requested; any  
16 changes made by the witness will be attached to the  
17 original transcript.

18 [ ] Review and signature was waived/not  
19 requested.

20 [ ] Review and signature not required.

21 I CERTIFY that I have complied with the ethical  
22 obligations set forth in ACJA 7-206(F)(3) and  
23 ACJA 7-206 J(1)(g)(1) and (2).

24 DATED at Phoenix, Arizona, this 18th day of  
25 December, 2017.

\_\_\_\_\_  
WILMA A. WEINREICH  
Certified Reporter  
Arizona CR No. 50530

\* \* \* \* \*

26 I CERTIFY that GRIFFIN & ASSOCIATES, LLC, has  
27 complied with the ethical obligations set forth in ACJA  
28 7-206 (J)(1)(g)(1) through (6).

29 GRIFFIN & ASSOCIATES, LLC  
30 Registered Reporting Firm

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# **Exhibit C**

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10 IN AND FOR MARICOPA COUNTY

11 ARIZONA CORPORATION )

12 COMMISSION, )

13 Plaintiff, )

14 v. )

15 DENSCO INVESTMENT )

16 CORPORATION, an Arizona )

17 corporation, )

18 Defendant. )

Cause No. CV2016-014142

PETITION NO. 50

PETITION FOR ORDER APPROVING  
RECEIVER'S STATUS REPORT

(Assigned to Judge Teresa Sanders)

19 Peter S. Davis, as the court appointed Receiver, respectfully petitions the Court as  
20 follows:

21 1. On August 18, 2016, this Court entered its *Order Appointing Receiver*, which  
appointed Peter S. Davis as Receiver of DenSco Investment Corporation ("Receivership  
Order").

2. The Receiver has prepared and filed herewith the Receiver's Status Report  
dated December 22, 2017 which is attached hereto as Exhibit "A".



***Arizona Corporation Commission***  
***v.***  
***DenSco Investment Corporation***  
***(Case No. CV 2016-014142)***

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*Status Report*  
*of*  
*Peter S. Davis, as Receiver of DenSco Investment Corporation*

*December 22, 2017*



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**LIST OF EXHIBITS**

Exhibit 1.....Receivership Bank Account Activity

## **1. Background and Appointment of the Receiver**

DenSco Investment Corporation (“DenSco”) is an Arizona corporation formed by Denny Chittick (“Chittick”) in April 2001.<sup>1</sup> Since at least 2009, DenSco was engaged primarily in funding the purchase of real estate secured by deeds of trust using money raised from investors.<sup>2</sup> DenSco issued Confidential Private Offering Memoranda (“POM”) to investors before or at the time of their investments.<sup>3</sup> DenSco represented to investors that DenSco would maintain a maximum loan-to-value ratio (“LTV”) of 70%, and that all loans would be secured by first position deeds of trust.<sup>4</sup>

On August 18, 2016, Peter Davis (“Receiver”) was appointed Receiver for the assets of DenSco by the Honorable Lori Horn Bustamante of the Maricopa County Superior Court. The Receiver issued his Preliminary Report to the Court on September 19, 2016. The Receiver also issued a Status Report to the Court on December 23, 2016. The Receiver hereby incorporates all of the background information, opinions, conclusions, and other information contained in the previously issued reports in this report. Unless otherwise defined herein, capitalized terms shall retain the meanings set forth in the Receiver’s aforementioned reports. The Receiver’s analyses are ongoing; therefore, information contained herein is preliminary, tentative, and subject to change.

## **2. Receivership Activities**

### **2.1. Administration of the DenSco Loan Portfolio**

The Receiver has segregated the DenSco loan portfolio into two categories, including (1) loans to Menaged and his entities, Easy and AHF; and (2) loans to all other borrowers. Hereinafter, loans to Easy and AHF are referred to interchangeably as Menaged loans. The status of the non-Menaged loans and the Menaged loans is discussed in detail below.

#### **2.1.1. Non-Menaged Loans**

At the inception of the receivership, there were forty-seven (47) outstanding non-Menaged loans with a total principal balance of \$5,515,434.39. As of the date of this report, thirty-six (36) of those loans totaling \$4,659,958.83 have been paid off, and eleven (11) loans totaling \$855,475.56 remain outstanding. As of the date of this report, the Receiver has recovered a total of \$5,092,229.31 in principal, interest, and fees from the non-Menaged loan portfolio.

The Receiver continues to monitor and service the remaining eleven (11) non-Menaged loans in DenSco’s loan portfolio by collecting monthly interest payments, following up with borrowers who fail to make timely interest payments, providing borrowers with payoff statements, and conducting other loan administration activities as needed.

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<sup>1</sup> Arizona Corporation Commission report for file no. 09874884.

<sup>2</sup> CV 2016-014142; Verified Complaint; page 2, paragraph 6.

<sup>3</sup> CV 2016-014142; Verified Complaint; page 2, paragraph 7.

<sup>4</sup> CV 2016-014142; Verified Complaint; page 2, paragraphs 8-10.

### 2.1.2. Menaged Loans

As discussed in the Receiver's prior reports, only five (5) of the Menaged loans totaling \$1,276,179.82 were secured by real property, as the remaining loans were made on properties that neither Menaged nor his entities actually purchased. The status of these five (5) Menaged loans is discussed in detail below.

#### 2.1.2.1 Loan 3736 – 9103 East Charter Oak Drive

On October 12, 2012, DenSco loaned Menaged's mother, Michelle Menaged, \$400,000 evidenced by a promissory note secured by a deed of trust on the Charter Oak Property.<sup>5</sup> However, the property is also subject to a senior position lien in the principal amount of \$476,000 due to US Bank, NA.<sup>6</sup>

The Receiver began foreclosure proceedings on the Charter Oak Property in December 2016. On March 16, 2017, Michelle Menaged filed a *Complaint and Application for Temporary Restraining Order and for Preliminary Injunction* alleging that she did not execute the deed of trust on the Charter Oak Property and did not receive the loan proceeds from DenSco. According to the complaint, Michelle Menaged retained a forensic document examiner who opined that the signature on the DenSco deed of trust was not genuine. On May 1, 2017, Michelle Menaged's case was consolidated with the DenSco Receivership case under Case No. CV 2016-014142. The Receiver continues to postpone the Trustee's sale while the investigating the viability and collectability of this loan.

#### 2.1.2.2 Loan 3828 – 1605 West Winter Drive

On November 13, 2012, DenSco loaned Menaged \$300,000 evidenced by a promissory note secured by a deed of trust on the Winter Property.<sup>7</sup> On February 6, 2014, DenSco loaned Menaged an additional \$177,352.68 secured by the Winter Property,<sup>8</sup> for a total of \$477,352.68. However, the property is also subject to a senior position lien in the principal amount of \$250,000 due to PAJ.<sup>9</sup> The Receiver began foreclosure proceedings in November 2016 and took possession of the Winter Property at the Trustee's sale on February 21, 2017.<sup>10</sup>

The Receiver listed the Winter Property for sale at \$425,000 and subsequently rejected offers to purchase the property for \$350,000 and \$380,000. In March 2017, the Receiver received an offer to purchase the Winter Property for \$390,000. The Receiver accepted this offer conditioned on PAJ's willingness to accept \$300,000 in full satisfaction of its senior debt. PAJ refused to reduce its payoff demand to \$300,000 but agreed to accept \$310,000 subject to certain

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<sup>5</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20120935712).

<sup>6</sup> Deed of Trust (Maricopa County recorded document no. 20040204287) and Corporate Assignment of Deed of Trust (Maricopa County recorded document no. 20160263965).

<sup>7</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20121029407).

<sup>8</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20140081791).

<sup>9</sup> Deed of Trust (Maricopa County recorded document no. 20090354620) and Assignment of Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20160313920).

<sup>10</sup> Trustee's Deed (Maricopa County recorded document no. 20170136163).

conditions. Since PAJ was unwilling to accept the lower payoff, the brokers for the buyer and for the Receiver each agreed to reduce their commissions from 3% each to 2%, and the Buyer agreed to increase the purchase price to \$392,200.

Accordingly, on April 21, 2017, the Receiver filed a petition to confirm the sale of the Winter Property to Joyce and Pamela Fitzgerald for \$392,200 (see Petition No. 24). The Court signed an order confirming the sale on May 12, 2017. Accordingly, the Receiver received net sale proceeds of \$34,986.02 on May 16, 2017.

The Receiver has disbursed a total of \$1,401.35 in insurance expenses for the benefit of the Winter Property.

### **2.1.2.3 Loan 3883 – 9555 East Raintree Drive, Unit 1004**

On December 13, 2012, DenSco loaned Easy \$120,000 evidenced by a promissory note secured by a deed of trust on the Raintree Unit 1004 property.<sup>11</sup> On February 5, 2014, DenSco loaned Menaged an additional \$32,000 secured by Raintree Unit 1004,<sup>12</sup> for a total of \$152,000. However, the property is also subject to a senior position lien in the principal amount of \$250,000 due to Argent.<sup>13</sup>

The Receiver began foreclosure proceedings in October 2016 and took possession of Raintree Unit 1004 at the Trustee's sale on March 9, 2017.<sup>14</sup> On October 11, 2017, the Receiver filed a petition to confirm the sale of the property to GA3BD Design, LLC ("GA3BD") for \$172,500 (see Petition No. 39). On October 23, 2017, the Receiver received a competing offer from DenSco investor Coralee Thompson ("Thompson"), who offered to purchase the property for \$180,000. The Court held a hearing on November 6, 2017, during which GA3BD and Thompson submitted additional bids, and the property was ultimately sold to Thompson for \$188,000.

The sale of Raintree Unit 1004 was delayed for several weeks due to the senior lienholder's failure to timely provide a payoff statement. However, the sale finally closed escrow on December 15, 2017, at which time the Receiver received net sale proceeds of \$43,122.09.

The Receiver has disbursed a total of \$3,330 for the benefit of the Raintree Unit 1004 property, including (1) \$2,645 in homeowner's association dues; and (2) \$685 for insurance. The Receiver has canceled the property insurance and anticipates a premium refund of approximately \$338.

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<sup>11</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20121137660).

<sup>12</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20140078275).

<sup>13</sup> Deed of Trust (Maricopa County recorded document no. 20031616790).

<sup>14</sup> Trustee's Deed (Maricopa County recorded document no. 20170174512).

#### **2.1.2.4 Loan 3885 – 9555 East Raintree Drive, Unit 1020**

On December 12, 2012, DenSco loaned Menaged’s brother, Jess Menaged, \$100,000 evidenced by a promissory note secured by a deed of trust on the Raintree Unit 1020 property.<sup>15</sup> On February 5, 2014, DenSco loaned Easy<sup>16</sup> an additional \$52,000 secured by Raintree Unit 1020,<sup>17</sup> for a total of \$152,000. However, the property is also subject to a senior position lien in the original principal amount of \$180,000 due to Nationstar Mortgage, LLC,<sup>18</sup> as well as a lien filed by the homeowners association totaling approximately \$7,435 and unpaid property taxes of \$437.69.<sup>19</sup>

The Receiver obtained a broker’s opinion of value, which indicated that Raintree Unit 1020 had a value of approximately \$200,000. After considering the costs to the Receiver to foreclose on DenSco’s Deed of Trust and market and sell the Property (estimated to be \$21,800), the Receiver concluded that there was no remaining value to the Receivership Estate in the property. Accordingly, on February 14, 2017, the Receiver filed with the Court a notice of the Receiver’s intent to abandon DenSco’s interests in the Raintree Unit 1020 property. No objections were received, and the Receiver filed a notice of abandonment on April 20, 2017.<sup>20</sup> The Receiver continues to investigate the viability and collectability of claims on this loan.

#### **2.1.2.5 Loan 4604 – 707 East Potter Drive**

On September 25, 2013, DenSco loaned AHF \$170,000 evidenced by a promissory note secured by a deed of trust on Potter Property.<sup>21</sup> On November 10, 2016, the Receiver filed a motion with the Bankruptcy Court seeking to lift the automatic bankruptcy stay to permit the Receiver to foreclose the lien of its deed of trust on the Potter property. The Bankruptcy Court entered an order lifting the automatic bankruptcy stay on November 30, 2016. The Receiver began foreclosure proceedings in November 2016, and took possession of the Potter Property at the Trustee’s sale on April 4, 2017.<sup>22</sup>

In April 2017, the Receiver received an offer to purchase the Potter Property for \$273,000 (see Petition No. 23). The Court approved the sale, but the buyer was unable to obtain FHA financing, so the property was relisted for sale. On June 5, 2017, the Receiver filed a petition to confirm the sale of the Potter Property to Aaron Valencia for \$270,000 (see Petition No. 28). The Court signed an order confirming the sale on August 8, 2017. Accordingly, the Receiver received net sale proceeds of \$245,223.63 on September 6, 2017.

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<sup>15</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20121137668).

<sup>16</sup> It is unclear why the first loan was made to Jess Menaged and the second loan was made to Easy Investments, LLC.

<sup>17</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20140076570).

<sup>18</sup> Deed of Trust (Maricopa County recorded document no. 20070103932), Corporate Assignment of Deed of Trust (Maricopa County recorded document no. 20120786945), and Corporate Assignment of Deed of Trust (Maricopa County recorded document no. 20150615324).

<sup>19</sup> Notice of Receiver’s Intent to Abandon Interest of DenSco Investment Corporation in the Real Property Located at 9555 E. Raintree Dr. #1020, Scottsdale, Arizona; page 2.

<sup>20</sup> Notice of Abandonment (Maricopa County recorded document no. 20170282659).

<sup>21</sup> Deed of Trust and Assignment of Rents (Maricopa County recorded document no. 20150437867).

<sup>22</sup> Trustee’s Deed (Maricopa County recorded document no. 20170241707).

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On August 21, 2017, Quality Loan Service Corporation (“Quality”) filed a *Motion for Relief from Receivership Injunction* asserting that although AHF was the high bidder at the trustee’s sale, AHF and Menaged did not pay the amount bid (\$223,000) to Quality. Quality further claimed that because AHF did not pay for the property, Quality’s trustee’s sale is voidable, AHF never had a valid interest in the Potter Property, and therefore AHF’s interest in the property could not be transferred to DenSco.

The Receiver responded to Quality’s motion on September 20, 2017, disputing Quality’s claimed interest in the Potter Property or resulting sale proceeds. On October 11, 2017, the Court issued a minute entry directing (1) Quality to file a petition seeking the relief to which it alleges it is entitled to with respect to the Potter Property sale proceeds, (2) the Receiver to retain the sale proceeds until further order of the Court, and (3) denying any other relief requested in Quality’s motion. Accordingly, the Receiver continues to hold the Potter Property sale proceeds of \$245,223.63. As of the date of this report, Quality has not filed a petition seeking relief as directed by the Court. Accordingly, these funds are restricted pending the resolution of Quality’s allegations.

The Receiver has disbursed a total of \$10,088.14 for the benefit of the Potter Property, including (1) \$8,902.84 in past due and current property taxes; (2) \$759.07 for insurance; (3) \$366.23 in homeowner’s association dues; and (4) \$60 in maintenance expenses.

## **2.2. Creditor Claims Process**

On February 17, 2017, the Receiver filed a *Petition for Order Establishing Claims Procedures* (see Petition No. 19) seeking the Court’s approval of the Receiver’s proposed procedures for the solicitation and adjudication of claims against DenSco and the receivership assets. The Court signed the corresponding order (“Claims Order”) on March 29, 2017 approving the claims procedures and setting a claims bar date of June 20, 2017.

On April 18, 2017, pursuant to the Claims Order, the Receiver mailed to all potential DenSco claimants a copy of the Claims Order, a proof of claim form, and a notice describing the DenSco claims process and the claims bar date. The Receiver also coordinated the publication of a notice of the DenSco claims process and claims bar date in the USA Today and the Arizona Business Gazette. The Receiver received one hundred nineteen (119) claims, including claims from all one hundred thirteen DenSco (113) investors.

On August 1, 2017, the Receiver prepared and filed with the Court the Receiver’s Claims Report and Recommendations. On September 28, 2017, the Receiver filed a *Petition for Approval of Receiver’s Final Recommendations Approving Claims in DenSco Receivership* (see Petition No. 37). The Court signed the corresponding order on October 27, 2017 approving one hundred thirteen (113) creditor claims totaling \$31,446,001.79.

On November 8, 2017, the Receiver filed a *Petition to Approve First Interim Distribution to Creditors* (see Petition No. 41) seeking the Court’s approval of an interim distribution of \$4,500,000.03 to approved DenSco creditors, which represents approximately 14.31% of the total approved claims. Shortly thereafter, counsel for the Chittick Family Trust filed its *Objection to Petition No. 41*, specifically objecting to any distributions to DenSco investors,

Brinkman Family Trust (“Brinkman”) and Nihad Hafiz (“Hafiz”), who asserted creditor claims in both the DenSco Receivership proceeding and the Probate administration of the Chittick Estate. Although all other DenSco investors who asserted claims against the Chittick Estate either abandoned their claims or assigned them to the Receiver, Brinkman and Hafiz have apparently decided to advance their claims in both the Receivership and Probate proceedings.

On November 29, 2017, the Receiver filed a *Reply to Objection to Petition No. 41*, requesting that the Court approve the payment of a first interim distribution to the DenSco creditors but directing the Receiver to hold any funds due to Brinkman or Nafiz until they have exhausted their efforts to recover funds from third parties related to their investments in DenSco.

On December 13, 2017, the Court signed the *Amended Order Re: Petition No. 41* approving the disbursement of distributions to all Claimants except Brinkman and Hafiz. While the Court approved distributions totaling \$76,480.31 to Brinkman and Hafiz, it ordered that these funds shall not be paid to Brinkman and Hafiz until further order of the Court. The Receiver prepared and mailed first interim distribution checks totaling \$4,423,519.72 to the DenSco claimants on December 19, 2017.

### **2.3. Claims against Yomtov Scott Menaged**

#### **2.3.1. Furniture King Receivership**

On September 19, 2016, the Court entered an Order placing Furniture King, et al. into receivership. The Receiver’s actions with regard to the Furniture King assets are described in detail in the Receiver’s *Petition for Approval of Procedures for the Sale of Furniture King Assets*, (see Petition No. 12) which was filed with the Court on December 21, 2016.

The Receiver collected a total of \$273,663.42 and disbursed a total of \$212,026.03 during the course of the Furniture King receivership, resulting in net proceeds of \$61,637.39. However, pursuant to the Settlement Agreement between the Receiver and the Trustee for Menaged’s bankruptcy estate, the Receiver is required to distribute 10% of the net recoveries from Furniture King’s assets to the Trustee for the benefit of Menaged’s creditors. Accordingly, these funds are restricted pending the distribution of funds to the Trustee and the termination of the Furniture King receivership.

The results of the Furniture King receivership will be set forth in the Receiver’s final report regarding the same, which is currently in process and will be filed with the Court in the near future.

#### **2.3.2. Menaged Bankruptcy and Settlement**

On January 31, 2017, the Receiver filed a *Verified Complaint to Determine Dischargeability of Debt* (“Verified Complaint”) in Menaged’s bankruptcy case, seeking a judicial determination that the amount of \$7,156,641.92 constitutes a nondischargeable obligation of the Menageds under 11.U.S.C. §523(1), and judgment in favor of the Receiver against the Menageds’ marital community for at least \$47,156,641.92.



On February 17, 2017, the Receiver granted Menaged an open extension to answer or otherwise respond to the Receiver's Verified Complaint while the Receiver completed an analysis of the sources and uses of cash flowing through Menaged's personal and business bank accounts. Based on the Receiver's extensive analysis of Menaged's bank records, DenSco's bank records, and DenSco's QuickBooks data, the Receiver determined that Menaged paid DenSco approximately \$15,328,635 in interest over the course of his borrowing relationships with DenSco. The Receiver subtracted the total interest paid by Menaged to DenSco (\$15,328,635) from Menaged's loan balance (\$46,288,983) and determined that DenSco's net loss from Menaged's fraudulent activities is approximately \$30,960,348.

The Receiver negotiated a Settlement Agreement in which the Menageds consented to the entry of a nondischargeable civil judgment in favor of the Receiver in the amount of \$31,000,000 and an agreement that Menaged will cooperate with the Receiver's ongoing investigation into activities relating to DenSco. On August 8, 2017, the Receiver filed a *Petition for Order Approving Settlement Agreement with Yomtov Scott Menaged and Francine Menaged* (see Petition No. 32). The Receivership Court signed the Order approving the Menaged Settlement Agreement on August 11, 2017.

Accordingly, on September 5, 2017, the Bankruptcy Court awarded the Receiver a non-dischargeable judgment in the amount of \$31,000,000 plus post-judgment interest. The Receiver recorded the judgment with the Maricopa County Recorder on October 3, 2017.<sup>23</sup>

### **2.3.3. Menaged Indictment and Plea Agreement**

On approximately May 24, 2017, Menaged was indicted and arrested for his role in an alleged effort to defraud Wells Fargo Bank and Synchrony Financial through the issuance and use of fraudulent credit cards. The indictment charged Menaged with conspiracy, wire fraud, and aggravated identity theft. On October 17, 2017, the government filed an information statement to incorporate Menaged's crimes against DenSco and adding money laundering the list of charges against Menaged.

On October 17, 2017, Menaged entered into a plea agreement in the criminal matter and plead guilty to Conspiracy to Commit Bank Fraud [18 U.S.C §371]; Aggravated Identity Theft [18 U.S.C §1028(A)]; and Money Laundering Conspiracy [18 U.S.C §1956(h)]. Under the terms of the plea agreement Menaged agreed to the following:

- The losses from the Money Laundering Conspiracy total \$34,000,000;
- Menaged will be sentenced to a term of imprisonment of no less than 10 years and no more than 17 years;
- Menaged will permanently waive his bankruptcy discharge;
- Menaged has agreed to restitution of \$1,145,392.81 to Wells Fargo Bank, \$967,013.13 to Synchrony Bank, and \$34,000,000 to "all victims;" and
- Menaged must provide a full accounting of his assets.

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<sup>23</sup> Judgment (Maricopa County recorded document no. 20170731669).

At the request of United States Attorney representatives, the Receiver provided the information statement and plea agreement to DenSco investors via email on October 24, 2017. The Receiver also notified investors that the United States District Court intends to hold a hearing to address the Plea Agreement and to determine the length of Menaged's prison sentence. Investors were asked to notify the Receiver if they would like to provide a victim impact statement to the United States Attorney describing the impact of the Menaged/DenSco fraud on them. The Receiver received notice from eleven (11) investors, whose contact information was subsequently provided to the United States Attorney.

On December 5, 2017, the US Attorney requested that the Receiver coordinate directly with investors to obtain victim impact statements. Accordingly, on December 7, 2017, the Receiver notified investors via email of the opportunity to provide written victim impact statements to the Court, to speak at Menaged's sentencing hearing, and to attend the sentencing hearing. The Receiver received and provided to the US Attorney victim impact statements from twenty-two (22) DenSco investors. The Receiver also provided the US Attorney with the names of two (2) investors who volunteered to speak at the hearing.

At the criminal sentencing hearing on December 19, 2017, the Court sentenced Menaged to be incarcerated for 17 years in federal prison.

#### **2.4. Claims against the Chittick Estate**

The Receiver's claims against the Chittick Estate are set forth in **Section 2.3** of the Receiver's December 23, 2016 Status Report. The Receiver's claims with regard to Chittick's 401(k) Plan ("401K Plan") and Chittick's Defined Benefit Plan ("DB Plan") are discussed in detail in **Section 4.1** of the Receiver's Preliminary Report and in the Receiver's Notice of Claim. In addition, the Receiver determined that Chittick paid significant federal and state income taxes on fictional income of DenSco, which the Receiver believes can be recovered for the benefit of DenSco creditors.

On November 17, 2017, the Receiver filed a *Petition to Approve Settlement Agreement between Receiver, Shawna Chittick Heuer, Individually and as Personal Representative of Estate of Denny J. Chittick, Paul Theut as Guardian Ad Litem for Ty and Dillon Chittick, and Ranasha Chittick* (see Petition No. 43) seeking the Court's approval of the settlement agreement resolving the Receiver's claims against the Chittick Estate. The Receiver estimates a net recovery of approximately \$2,500,000 under the settlement agreement. The fundamental provisions of the Receiver's settlement with the Chittick Estate, et al. are set forth as follows:

- DenSco will pay \$675,000 to the Chittick Estate in exchange for a resolution of all issues relating to the DB Plan, 401k Plan, and tax refunds.
- With respect to the DB Plan, 100% of the DB Plan assets are deemed to be the property of DenSco. The parties to the settlement agreement will not contest the Receiver's treatment of the DB Plan as a non-qualified deferred compensation plan. The DB Plan held total assets of \$1,839,111.02 as of September 29, 2017.
- With respect to the 401k Plan, 100% of the proceeds will remain property of the Chittick Children.

- With respect to the tax refunds, the Chittick Estate has agreed to cede complete control and all rights to all potential tax refunds that the Receiver may recover from the United States Treasury and the State of Arizona to DenSco.
- With respect to the recovery of the tax refunds, the Personal Representative and the Receiver will work together to prepare and file the necessary paperwork to seek to recover the tax refunds, but the Receiver will be responsible for all professional fees in an effort to recover the tax refunds.
- If there are penalties or other fees from the pursuit or recovery of the tax refunds and the treatment of the DB Plan, those fees will be paid and borne by DenSco.
- The Chittick Estate has agreed to grant the Receiver a \$5,000,000 allowed claim in the Probate Proceeding. DenSco's claim will not be payable from the consideration under the Settlement Agreement, but the Chittick Estate agreed to apply 70% of any other assets recovered by the Chittick Estate towards payment of DenSco's claim.
- The Receiver shall pay \$2,300 to Pension Strategies, the administrator of the DB Plan.
- The Settlement Agreement is contingent upon approval by the Probate Court and the Receivership Court.
- The Settlement Agreement contains comprehensive mutual releases between and among the Parties and specifically compromises the claims of the thirty-eight (38) DenSco investors who had filed creditor claims in Probate proceeding and assigned their claims to the Receiver.

The Receiver's petition to approve the settlement with the Chittick Estate was heard by the Court on December 14, 2017. On the same date, the Court signed the *Order Re: Petition No. 43* approving the Receiver's Settlement Agreement with the Chittick Estate, et al.

While the Receiver is pleased that the Receivership Court has approved the Settlement Agreement with the Chittick Estate, et al., the settlement agreement also requires the approval of the Probate Court. In the Probate Court proceeding, Brinkman and Hafiz have filed objections to the Settlement Agreement. The Receiver continues to explore all avenues to obtain Probate Court approval of the Settlement Agreement with the Chittick Estate, et al.

#### **2.4.1. Status of Tax Refunds**

Due to impending tax deadlines, during the Receiver's negotiations with the Chittick Estate to resolve the above referenced claims, the Receiver worked with special counsel Lisa Reilly and Yale Goldberg of Snell & Wilmer, LLP, counsel for the Chittick Estate, and tax accountant David Preston ("Preston") to determine an appropriate strategy for preparing and filing the necessary tax forms and/or amended tax returns to pursue refund claims for excess federal and state income taxes paid by Chittick.

Based on these discussions and extensive research of IRS rules and regulations, the Receiver prepared and filed the 2016 federal and state income tax returns for DenSco on approximately September 1, 2017. Pursuant to IRS Publication 547 (Casualties, Disasters, and Thefts), which states that theft losses should be reported in the year in which they are discovered, the Receiver reported the Menaged fraud losses on DenSco's 2016 federal tax return via Form 4684

(Casualties and Thefts). This loss then flowed through to Chittick via the DenSco Form K-1 (Shareholder's Share of Income, Deductions, Credits, etc.).

Preston prepared Chittick's personal federal tax return for 2016 and Form 1045 (Application for Tentative Refund) in order to request refunds for approximately \$1,193,572 in excess federal income taxes paid by Chittick for the years 2013 through 2015. Preston also prepared Chittick's 2016 state tax return and amended state tax returns for 2013 through 2015 to request refunds for approximately \$147,077 in excess state income taxes paid during these years. As the Personal Representative of the Chittick Estate, Shawna Heuer signed and filed Chittick's 2016 tax returns in mid-October 2017, and the Form 1045 and amended state tax returns in late October 2017.

Should the IRS and the Arizona Department of Revenue agree with the application of theft loss rules and corresponding calculations, the Receiver hopes to receive federal and state refunds totaling approximately \$1,340,649.

## **2.5. Claims against Ponzi Winners**

As discussed in the Receiver's December 23, 2016 Status Report, the Receiver determined that DenSco was insolvent as of December 31, 2012. Despite its insolvency, DenSco became a Ponzi scheme as it continued to raise new investor funds, which were utilized to pay DenSco's obligations to existing investors. The Receiver identified twenty-one (21) DenSco investors as net investment "winners" who received cash in excess of their net investment balance as of the date of insolvency. All of the net investment "winners" withdrew their investment balances during the period from the date of insolvency through DenSco's collapse in 2016.

In June 2017, the Receiver sent written correspondence to all net investment "winners" demanding the return of fictitious profits. The status of the Receiver's efforts to collect from various Ponzi "winners" is discussed in detail below. The Receiver continues to pursue the recovery of fictitious profits received by the remaining net investment "winners" not referenced below.

### 2.5.1. Don Kimble, Chris Harvey, Karen Quigley, and Nishel Badiani

As described in detail in Petition No. 42, the Receiver has entered into settlement agreements with the following DenSco investors who received fictitious profits, summarized as follows:

**Table 1:  
Ponzi Winner Settlements (Petition No. 42)**

Investor	Net Profit	Settlement	% of Net Profit
Kimble, Don - IRA	3,546.00	2,836.80	80%
Harvey, Christopher	7,535.02	6,028.01	80%
Quigley, Karen	13,390.30	10,712.40	80%
Badiani, Nishel	36,356.82	29,085.46	80%
<b>TOTAL</b>	<b>60,828.14</b>	<b>48,662.67</b>	

The Receiver believes it is in the best interest of the Receivership Estate and the DenSco investors to resolve the above referenced claims for 80% of each investor's fictitious profit in order to recover a total of \$48,662.67<sup>24</sup> for the benefit of the Receivership Estate without incurring additional legal and other professional fees to do so. Accordingly, on November 16, 2017, the Receiver filed a *Petition to Approve Settlement Agreements between the Receiver and Donald Kimble, Christopher Harvey, Karen Quigley, and Nishel Badiani* (see Petition No. 42). This petition is currently pending before the Court.

As of the date of this report, the Receiver has received Ponzi winner settlement proceeds of \$4,000 from Christopher Harvey and \$10,712.40 from Karen Quigley. These funds are restricted pending the Court's approval of Petition No. 42.

### 2.5.2. Sundance Debt Partners, LLC

After filing Petition No. 42 seeking the Court's approval of the above referenced Ponzi winner settlements, the Receiver entered into a settlement agreement with Ponzi winner Sundance Debt Partners, LLC ("Sundance"). Although Sundance received a net profit of \$88,402.33, the Receiver agreed to accept a settlement of \$50,000, which represents approximately 57% of Sundance's net profit, for the following reasons:

- In comparison to the other "winners" Sundance is the only non-individual investor that was a "winner." Specifically, Sundance is a subsidiary of Sundance Capital Group, which operates under the corporate umbrella of "Sundance Bay" (see <http://www.sundancebay.com/>). Sundance Bay is run by Mitt Romney's sons, Matthew Romney and Craig Romney, and is a private equity fund based in Utah.

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<sup>24</sup> Petition No. 42 erroneously states that Nishel Badiani agreed to pay the Receiver \$29,356.82, yet the settlement agreement references a total payment of \$29,085.46. Accordingly, the total settlement proceeds are \$48,662.67, not \$48,934.03 as stated in Petition No. 42.

- Sundance has a series of individual investors, and these investors are ever-changing. Sundance has alleged that 25% of its owners in 2014 are no longer members of the LLC, and Sundance has added 145 new members since 2014.
- The Receiver could maintain claims against Sundance and potentially obtain a judgment for the full \$88,402.33. However, if successful, the Receiver may be required to seek reimbursement from the company's former members who individually profited from the investment in DenSco, which would likely require lengthy and expensive efforts to collect on the judgment.
- Accordingly, the efforts it may take to recover more than 57% of Sundance's net profit will be significantly more complicated and expensive than that of recovering from individual "winners."

Accordingly, on December 8, 2017, the Receiver filed a *Petition to Approve Settlement Agreement between the Receiver and Sundance Debt Partners, LLC* (see Petition No. 46). This petition is currently pending before the Court.

## **2.6. Pursuit of Additional Claims**

The Receiver has also retained special counsel to assist with additional potential claims as discussed in further detail below.

### **2.6.1. DenSco claims against Clark Hill and David Beauchamp**

During the initial months of the Receivership, the Receiver determined that DenSco may hold significant claims against DenSco's former legal advisors, including DenSco's former attorney David Beauchamp ("Beauchamp") and his firm, Clark Hill, PLC ("Clark Hill"). Accordingly, on March 31, 2017, the Receiver filed a *Petition for Order to Approve the Engagement of Osborn Maledon, PA to Represent the Receiver as Special Counsel* (see Petition No. 22) to assist the Receiver in the investigation and potential prosecution, trial, or settlement of these potential claims. The Court signed the *Order Re: Petition No. 22* approving the engagement of special counsel Osborn Maledon, PA on April 27, 2017.

Special Counsel completed their preliminary investigation into DenSco's potential claims against its former legal advisors and submitted a memorandum to the Receiver setting forth their findings and recommendations. After review and consideration of the memorandum, the Receiver directed Special Counsel to prepare a civil complaint against Beauchamp and Clark Hill. On September 14, 2017, the Receiver filed an *Ex Parte Petition Seeking Approval for Receiver to File Complaint Against Clark Hill PLC and David Beauchamp* (see Petition No. 35). The Court signed the *Order Re: Petition No. 35* on October 10, 2017.

Accordingly, Special Counsel filed the Receiver's Complaint against Clark Hill, Beauchamp, and Beauchamp's spouse on October 16, 2017. DenSco alleges in its complaint that Beauchamp and Clark Hill committed legal malpractice in January 2014 when they failed to properly advise the Company about steps it should have taken after learning that it had been the victim of a fraudulent scheme carried out by Menaged, which the Receiver has referred to in his reports as the First Fraud. The complaint also alleges that Beauchamp and Clark Hill helped Chittick

breach fiduciary duties he owed to DenSco and its investors. The damages DenSco seeks include losses suffered on loans made to Menaged and his entities after DenSco learned of the First Fraud.

On November 15, 2017, the Court granted the defendants an extension of the deadline to respond to the Receiver's complaint. During the first quarter of 2018, Special Counsel expects that Beauchamp and Clark Hill will answer the complaint, a pre-trial schedule will be established, and discovery will begin.

### **2.6.2. DenSco claims against Financial Institutions**

The Receiver has determined that DenSco may hold significant claims against certain financial institutions including JP Morgan Chase Bank, NA ("Chase") and US Bank, NA ("US Bank") for their participation in Menaged's massive fraudulent loan scheme upon DenSco.

As discussed in **Section 3.2** of the Receiver's December 23, 2016 Status Report, Chittick began requiring Menaged to provide DenSco with copies of the cashier's checks issued to the trustees as well as copies of the receipts received from the trustee for the purchase of a property at a trustee's sale. However as part of the Second Fraud, Menaged began providing Chittick with falsified trustee's sale receipts and copies of cashier's checks that were never actually given to the trustees. Instead, most of the cashier's checks were deposited back to Easy or AHF bank accounts.

The Receiver has since learned that after Menaged took a picture of each cashier's check to send to DenSco, he returned to the financial institution to cancel the cashier's check, typically only a few hours after the cashier's check was issued. The Receiver's analysis of Menaged's bank accounts revealed that Menaged procured at least 1,383 legitimate cashier's checks totaling \$319,292,828, including 1,340 cashier's checks from Chase and 43 cashier's checks from US Bank, during the period from January 2014 through June 2015.

Accordingly, on September 19, 2017, the Receiver filed a *Petition for Order to Approve the Engagement of Bergin Frakes Smalley & Oberholtzer, PLLC to Represent the Receiver as Special Counsel* (see Petition No. 36) to assist the Receiver in the investigation and potential prosecution, trial, or settlement of claims against financial institutions who allowed Menaged to issue and cancel the cashier's checks used to defraud DenSco. The Court signed the *Order Re: Petition No. 36* approving the engagement of special counsel Bergin Frakes Smalley & Oberholtzer, PLLC on October 18, 2017.

The attorneys at Bergin Frakes Smalley & Oberholtzer, PLLC, who have significant experience in the areas of banking and banking regulation and can not only assist the Receiver in the investigation of DenSco's potential claims, but also provide sound advice and counsel to the Receiver in all aspects of potential legal claims and possible remedies that may arise from actions or omissions of Chase and/or US Bank.

Bergin Frakes Smalley & Oberholtzer, PLLC has completed its preliminary investigation into DenSco's potential claims against Chase Bank and US Bank and has submitted a memorandum

to the Receiver setting forth its findings and recommendations and continues to investigate the potential claims.

### **2.6.3. DenSco claims against Active Funding Group, LLC**

The Receiver has determined that DenSco may hold claims against Active Funding Group, LLC and its principals (collectively, “Active”) for their participation in Menaged’s fraudulent loan scheme upon DenSco.

As discussed in **Section 3.1** of the Receiver’s December 23, 2016 Status Report, in approximately 2011, Menaged began requesting loans from DenSco for properties on which he had also solicited other lenders for loans. In an effort to deceive both lenders, Menaged essentially obtained two loans on hundreds of properties with the lenders believing that they were in first position. The Receiver refers to this fraud scheme perpetrated by Menaged as the “First Fraud.”

The Receiver has since learned that after Active uncovered Menaged’s scheme to defraud DenSco and other lenders, Active worked in concert with Menaged by taking actions to protect its historical loans to Menaged and enabling him to continue to defraud DenSco, while ensuring that Active’s future loans to Menaged were secured by first position liens.

Accordingly, on November 22, 2017, the Receiver filed a *Petition for Order to Approve the Engagement of Ajamie, LLP to Represent the Receiver as Special Counsel* (see Petition No. 45) to assist the Receiver in the investigation and potential prosecution, trial, or settlement of claims against Active. This petition is currently pending before the Court.

The attorneys at Ajamie, LLP have significant experience in the areas of complex commercial and financial fraud litigation and can not only assist the Receiver in the investigation of DenSco’s potential claims, but also provide sound advice and counsel to the Receiver in all aspects of potential legal claims and possible remedies that may arise from actions or omissions of Active.

Ajamie, LLP is in the process of investigating DenSco’s potential claims and preparing a detailed memorandum of these claims with an estimation of the probable costs to pursue such claims. Upon receipt of this memorandum and after the Court’s approval of Petition No. 45, the Receiver will determine if it is appropriate to pursue DenSco’s claims against Active.

### **2.6.4. Claims to Funds Seized and Forfeited from Joseph Menaged**

On November 27, 2017, the Federal District Court entered an Order preliminarily forfeiting \$709,405.40 that was seized by the United States from a bank account in the name of Joseph Menaged. The Receiver believes these funds are directly traceable to DenSco monies misappropriated by Menaged. The Receiver will be undertaking efforts to recover these funds for the benefit of the DenSco Receivership.



## **2.7. Other Investigations**

As part of the Receiver's ongoing investigation of the frauds perpetrated by Menaged upon DenSco and related matters, the Receiver is preparing a comprehensive analysis of the sources and uses of funds flowing through Menaged's personal and business bank accounts. The Receiver subpoenaed various banks and has received numerous bank statements, cancelled checks, deposits details, and other records for the bank accounts held by Menaged and his entities. The Receiver continues to receive and follow up regarding missing documentation that is necessary to identify and categorize certain transactions and complete his investigation.

The Receiver believes that this investigation, although a significant and time-consuming undertaking, is necessary to be able to understand and communicate the disposition of DenSco funds lent to Menaged. While the Receiver is hopeful that his investigation will help to identify additional potential sources of recovery for the benefit of DenSco's creditors, it is unclear if the investigation will lead to any recoveries. Moreover, the Receiver is continuing to investigate the civil liability of other third parties who may have assisted Menaged in the series of fraudulent schemes that were perpetrated upon DenSco. The Receiver intends to explore all avenues for potential monetary recoveries from these third parties.

## **2.8. Investor Communications**

On December 23, 2016, the Receiver provided an electronic copy of the Receiver's December 23, 2016 Status Report to all DenSco investors via email.

On January 3, 2017, the Receiver sent an email update to investors providing notice of the rescheduled deposition of Veronica Castro, addressing recent inquiries in response to the Receiver's December 23, 2016 Status Report, and reminding investors to case developments via the DenSco receivership website.

On March 7, 2017, the Receiver sent an email update to investors providing a brief status report regarding the Furniture King receivership, collections to date, Menaged's bankruptcy, the Receiver's analysis of Menaged's bank records, and the claims process. Investors were also informed that the Receiver would not be issuing 1099 forms for 2016, as all "interest" payments by DenSco actually represented the return of principal.

On April 17, 2017, the Receiver sent an email update to investors providing a brief status report regarding collections to date, the claims process, a proposed investor meeting, the rescheduled hearing regarding the Chittick Estate's Petition No. 11, the retention of special counsel, the Furniture King receivership, the sale of the Potter Property, and the Receiver's ongoing analysis of Menaged's bank records.

On May 3, 2017, the Receiver's counsel conducted a private meeting with a select group of DenSco investors who were tasked with communicating general developments to the larger investor group. Investors worked independently to determine which investors would participate in this meeting. One of the investors prepared and circulated a summary of this meeting to the other investors via email on May 5, 2017.

On May 26, 2017, the Receiver notified investors via email that Menaged was charged with a series of crimes and had been arrested. The Receiver provided investors with an electronic copy of Menaged's indictment as well as a link to initial news coverage.

On August 2, 2017, the Receiver sent an email to all claimants who submitted a proof of claim in the DenSco Receivership, providing a copy of the Receiver's *List of Filed Claims* and the Receiver's *Claims Report and Recommendations*, as well as a cover letter containing instructions for filing objections to the Receiver's recommendations and/or any other claim set forth therein. The Receiver sent additional private correspondence to investors whose claims were approved for amounts that differ from the amounts stated on their proof of claim forms, including a schedule setting forth how approved claims were calculated and details of the underlying investment transactions.

On October 24, 2017, the Receiver notified investors via email that Menaged had entered a plea agreement in the criminal case against him. The Receiver provided investors with electronic copies of the Government's information statement and the plea agreement (see **Section 2.3.3** above).

On November 14, 2017, the Receiver provided investors an electronic copy of the Receiver's *Petition to Approve First Interim Distribution to Creditors*. The Receiver requested that investors provide notice of special payment instructions for IRA account holders and/or any changes to their mailing address.

Finally, as discussed in **Section 2.3.3** above, on December 7, 2017, the Receiver notified investors via email of the opportunity to attend and/or speak at Menaged's sentencing hearing and to provide written victim impact statements to the Court.

In addition to the investor communications discussed above, the Receiver continues to update the receivership website at [denscoreceiver1.godaddysites.com](http://denscoreceiver1.godaddysites.com). Visitors to DenSco's original website ([denscoinvestment.com](http://denscoinvestment.com)) are automatically redirected to the receivership website. The receivership website is regularly updated to include links to both historical and recent Court filings in the DenSco and Furniture King Receivership proceedings, the Chittick probate proceeding, and the Menaged bankruptcy proceeding.

### **3. Receivership Accounting**

As of the date of this report, the Receiver has collected a total of \$7,679,628.66 and has disbursed a total of \$6,286,226.36, resulting in a current balance of \$1,393,402.30 as summarized in **Table 2** below. Details of the cash collections and disbursements to date are provided below in **Section 3.1** and **Section 3.2** respectively and listed in detail at **Exhibit 1** to this report.

**Table 2:**  
**Summary of Current Cash Balances**  
**As of December 22, 2017**

<b>Bank Account Description</b>	<b>Balance</b>
Wells Fargo Bank - Checking	\$ 136,590.68
Wells Fargo Bank - Savings	95,098.09
National Bank of Arizona - Money Market	240,175.49
Arizona Business Bank - Insured Cash Sweep	671,538.04
Arizona Business Bank - Checking	250,000.00
<b>Total Cash Balance</b>	<b>\$ 1,393,402.30</b>

### 3.1. Collections to Date

The Receiver has collected a total of \$7,679,628.66 on behalf of the DenSco Receivership Estate as of the date of this report, as summarized as in **Table 3** below.

**Table 3:**  
**Summary of Cash Collections**  
**As of December 22, 2017**

<b>Description</b>	<b>Amount</b>	<b>Reference</b>
<b><u>DenSco Collections:</u></b>		
FirstBank Account Balance as of 08/18/16	\$ 1,380,653.91	See 09/19/16 Preliminary Report - Section 3.1.1
Cash Collected from the Chittick Estate	551,140.00	See 09/19/16 Preliminary Report - Section 3.1.2
Ponzi Winner Settlement Proceeds [RESTRICTED]	14,712.40	See Section 2.5.1 above
DenSco Office Furniture Sale Proceeds	31.87	See 12/23/16 Status Report - Section 7.1.3
Maricopa County Recorder's Office Refund	226.00	
Interest Income	8,573.28	
Loan Proceeds		
Principal	4,640,055.81	
Interest & Fees	452,173.50	
Subtotal Loan Proceeds	5,092,229.31	See Section 2.1.1 above
<b>Total DenSco Recoveries</b>	<b>7,047,566.77</b>	
<b><u>Menaged-Related Collections:</u></b>		
Potter Property - Net Sale Proceeds [RESTRICTED]	245,223.63	See Section 2.1.2.5 above
Raintree #1004 Property - Net Sale Proceeds	43,122.09	See Section 2.1.2.3 above
Winter Property - Net Sale Proceeds	34,986.02	See Section 2.1.2.2 above
Marilyn Property Proceeds Received from Easy Investments	35,066.73	See 12/23/16 Status Report - Section 7.1.1
Furniture King Receivership [RESTRICTED]		
Gross Sale/Auction Proceeds	272,577.22	
Cash from Pre- Receivership Bank Account	951.43	
Miscellaneous Vendor Refunds	134.77	
Subtotal Furniture King Receivership	273,663.42	See Section 2.3.1 above
<b>Total Menaged-Related Recoveries</b>	<b>632,061.89</b>	
<b>Total Cash Collected</b>	<b>\$ 7,679,628.66</b>	

### 3.2. Disbursements to Date

The Receiver has disbursed a total of \$6,286,226.36 on behalf of the DenSco Receivership Estate as of the date of this report, as summarized as in **Table 4** and discussed in further detail below.

**Table 4:**  
**Summary of Cash Disbursements**  
**As of December 22, 2017**

Description	Amount	Reference
<b><u>DenSco Disbursements:</u></b>		
Investor Distributions	4,423,519.72	See Section 2.2 above
Professional Fees (Aug 2016-Aug 2017)		
Receiver's Firm - Simon Consulting, LLC	610,353.43	See Periodic Petitions for Professional Fees
Receiver's Counsel - Guttilla Murphy Anderson, PC	662,986.48	See Periodic Petitions for Professional Fees
Special Counsel - Snell & Wilmer, LLP	120,920.50	See Periodic Petitions for Professional Fees
Special Counsel - Frazer Ryan Goldberg & Arnold, LLP	100,826.25	See Periodic Petitions for Professional Fees
Special Counsel - Osborn Maledon, PA	20,000.00	See Petition No. 31
Gammage & Burnham, PLC	42,302.25	See Petition No. 7
Subtotal Professional Fees	1,557,388.91	
Document Processing & Record Requests	9,580.52	See Section 3.2.1 below
Advertising Expenses	4,770.00	See Section 3.2.2 below
Bank Service Charges & Wire Fees	3,394.37	
Bond Expenses	1,000.00	See Section 3.2.3 below
Federal Taxes Withheld from Interest Income	6.64	
<b>Total DenSco Disbursements</b>	<b>5,999,660.16</b>	
<b><u>Menaged-Related Disbursements:</u></b>		
IT Forensic Fees - Forensics Consulting Solutions	48,506.25	See Section 3.2.4 below
Foreclosure Expenses - Fredenberg Beams	11,214.43	See Petition No. 4
Potter Property - Insurance, HOA Dues, Taxes, Maintenance	10,088.14	See Section 2.1.2.5 above
Raintree Unit 1004 Property - Insurance, HOA Dues	3,330.00	See Section 2.1.2.3 above
Winter Property - Insurance	1,401.35	See Section 2.1.2.2 above
Furniture King Receivership		
Rent Expenses	118,301.55	
Auctioneer Commissions & Advertising Expenses	54,217.58	
Furniture Moving Expenses	24,613.50	
Pre-Receiver's Payroll Expenses	8,438.40	
Insurance Expenses	6,340.00	
Arizona Corporation Commission Fees	115.00	
Subtotal Furniture King Receivership	212,026.03	See Section 2.3.1 above
<b>Total Menaged-Related Disbursements</b>	<b>286,566.20</b>	
<b>Total Cash Disbursed</b>	<b>\$ 6,286,226.36</b>	

### **3.2.1. Document Processing and Record Requests**

The Receiver disbursed a total of \$9,580.52 for document processing and record requests, including (1) \$9,218.41 paid to Altep California, LLC for processing and imaging documents received via subpoena; (2) \$250 paid to the United States Treasury for copies of DenSco's tax returns; (3) \$68.11 paid to Preston CPA, PC for copies of DenSco's tax files; and (4) \$44 paid to FirstBank for copies of selected bank statements and transaction details.

### **3.2.2. Advertising Expenses**

Pursuant to Section 2.2 of the Court's *Order Establishing Procedures for the Adjudication of Claims*, the Receiver was required to publish a copy of the corresponding Notice in a publication with national circulation. Accordingly, the Receiver disbursed \$4,770 to Guttilla Murphy Anderson, PC to reimburse the Receiver's counsel for publishing the required advertisement regarding the claims process in the USA Today newspaper.

### **3.2.3. Bond Expenses**

Pursuant to Section 2 of the Court's Order Appointing Receiver, the Receiver is required to file with the Clerk of the Court a bond in the sum of \$100,000 to assure his conscientious performance of the duties and responsibilities imposed by the Order. Accordingly, the Receiver filed the Notice of Filing Bond of Receiver on August 19, 2016. The Receiver disbursed a total of \$1,000 to Southwest Bond Services, Inc. in payment of the initial bond premium and subsequent renewal.

### **3.2.4. IT Forensic Fees**

The Receiver retained Forensics Consulting Solutions, LLC ("FCS") to provide computer forensics and electronic discovery services to retrieve data from electronic devices obtained from Menaged, including two (2) computers and one (1) iPhone, as well as Menaged's AOL email account. The Receiver disbursed a total of \$48,506.25 to FCS for these services, including the initial extraction of the data, storage and hosting fees, external storage devices, project management, and extensive data processing services.

  
\_\_\_\_\_  
Peter S. Davis, Receiver  
Simon Consulting, LLC

December 22, 2017  
\_\_\_\_\_  
Date

Simon Consulting, LLC  
Arizona Corporation Commission v. DenSco Investment Corporation

DenSco Investment Corporation  
Receivership Bank Account Activity - Transaction Details  
August 24, 2016 - December 22, 2017

**Exhibit 1**

Wells Fargo Checking Account 6124										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	08/24/16	Deposit	1357640	First Bank	Balance of 1st Bank acct 5264 as of 08/18/16	DenSco/Admin	Transfer from Pre-ReceiverShip Acct.	1,380,653.91		1,380,653.91
WF 6124	08/24/16	Deposit	1357640	Black Forrest, LLC	Loan payoff wired to pre-receivership acct 08/19/16	DenSco/Loans	Loan 7965 - 1218 W 15th	165,000.00		1,545,653.91
WF 6124	08/24/16	Deposit	Wire	Chicago Title Agency, Inc.	Payoff of Loan 8031 - 15202 N 28th	DenSco/Loans	Loan 8031 - 15202 N 28th	137,115.00		1,682,768.91
WF 6124	08/24/16	Deposit	Wire	AZ Home Buyer, LLC	Payoff of Loan 8108 - 2448 W Kiva	DenSco/Loans	Loan 8108 - 2448 W Kiva	121,287.39		1,804,056.30
WF 6124	08/24/16	Deposit	Wire	Chicago Title Agency, Inc.	Payoff of Loan 8031 - 15202 N 28th	DenSco/Loans	Loan 8031 - 15202 N 28th	3,702.24		1,807,758.54
WF 6124	08/24/16	Deposit	1357640	Black Forrest, LLC	Loan payoff wired to pre-receivership acct 08/19/16	DenSco/Loans	Loan 7965 - 1218 W 15th	3,052.50		1,810,811.04
WF 6124	08/24/16	Deposit	1357640	AKS, LLC	Interest dep to pre-receivership acct 08/23/16	DenSco/Loans	Loan 7720 - 2607 W Sunrise	2,250.00		1,813,061.04
WF 6124	08/24/16	Deposit	1357640	J and J Marketing, LLC	Interest wired to pre-receivership acct 08/23/16	DenSco/Loans	Loan 3835 - 7126 W Glenrosa	750.00		1,813,811.04
WF 6124	08/24/16	Deposit	Wire	AZ Home Buyer, LLC	Payoff of Loan 8108 - 2448 W Kiva	DenSco/Loans	Loan 8108 - 2448 W Kiva	303.22		1,814,114.26
WF 6124	08/24/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,814,099.26
WF 6124	08/24/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,814,084.26
WF 6124	08/25/16	Deposit	Cash	Estate of Denny Chittick	Cash from the Vault	DenSco/Admin	Cash from Chittick Estate	551,040.00		2,365,124.26
WF 6124	08/25/16	Deposit	Cash	Estate of Denny Chittick	Cash from the Vault - Bank Correction	DenSco/Admin	Cash from Chittick Estate	100.00		2,365,224.26
WF 6124	08/26/16	Check	1001	First Bank	Densco Bank Records	DenSco/Admin	Document Processing & Record Req.		-	2,365,224.26
WF 6124	08/26/16	Check	1002	Densco Investment Corp.	Transfer to AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		500,000.00	1,865,224.26
WF 6124	08/26/16	Check	1003	Densco Investment Corp.	Transfer to Nat'l Bank of AZ	DenSco/Admin	Transfer - Nat'l Bank of AZ Svgs 3910		240,000.00	1,625,224.26
WF 6124	08/29/16	Deposit	Wire	Chicago Title Agency, Inc.	Payoff of Loan 7694 - 6713 E Palm	DenSco/Loans	Loan 7694 - 6713 E Palm	221,220.84		1,846,445.10
WF 6124	08/29/16	Deposit	Wire	Chicago Title Agency, Inc.	Payoff of Loan 7694 - 6713 E Palm	DenSco/Loans	Loan 7694 - 6713 E Palm	5,862.35		1,852,307.45
WF 6124	08/29/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,852,292.45
WF 6124	08/30/16	Deposit	Wire	Stewart Title & Trust	Payoff of Loan 8070 - 10449 W Echo	DenSco/Loans	Loan 8070 - 10449 W Echo	120,000.00		1,972,292.45
WF 6124	08/30/16	Deposit	1078	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		1,975,742.45
WF 6124	08/30/16	Deposit	Wire	Stewart Title & Trust	Payoff of Loan 8070 - 10449 W Echo	DenSco/Loans	Loan 8070 - 10449 W Echo	2,820.00		1,978,562.45
WF 6124	08/30/16	Deposit	2273	JJ Miller Arizona, LLC	Interest on Loan 8113 - 347 E Belmont	DenSco/Loans	Loan 8113 - 347 E Belmont	2,400.00		1,980,962.45
WF 6124	08/30/16	Check	EFT	Harland Clarke	Check Order	DenSco/Admin	Bank Service Charges		70.87	1,980,891.58
WF 6124	08/30/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,980,876.58
WF 6124	08/31/16	Check	EFT	Wells Fargo Bank	Cash Deposited Fee	DenSco/Admin	Bank Service Charges		1,630.50	1,979,246.08
WF 6124	08/31/16	Check	1005	Southwest Bond Services, Inc.	Bond No. 41349758	DenSco/Admin	Receivership Bond		500.00	1,978,746.08
WF 6124	09/06/16	Check	1004	Densco Investment Corp.	Transfer to AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		1,900,000.00	78,746.08
WF 6124	09/08/16	Deposit	1328	Robert Humburg	Interest on Loan 8007 - 3219 E Saint John	DenSco/Loans	Loan 8007 - 3219 E Saint John	500.00		79,246.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7400 - 8220 E Indianola	DenSco/Loans	Loan 7400 - 8220 E Indianola	269,000.00		348,246.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7320 - 2621 E Virginia	DenSco/Loans	Loan 7320 - 2621 E Virginia	218,015.00		566,261.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 6808 - 8106 E Cypress	DenSco/Loans	Loan 6808 - 8106 E Cypress	208,510.00		774,771.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7932 - 2128 W Madison	DenSco/Loans	Loan 7932 - 2128 W Madison	99,000.00		873,771.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7795 - 10637 W Audrey	DenSco/Loans	Loan 7795 - 10637 W Audrey	79,900.00		953,671.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 8043 - 10009 W Thunderbird	DenSco/Loans	Loan 8043 - 10009 W Thunderbird	72,015.00		1,025,686.08
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7400 - 8220 E Indianola	DenSco/Loans	Loan 7400 - 8220 E Indianola	1,210.50		1,026,896.58
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7320 - 2621 E Virginia	DenSco/Loans	Loan 7320 - 2621 E Virginia	981.09		1,027,877.67
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 6808 - 8106 E Cypress	DenSco/Loans	Loan 6808 - 8106 E Cypress	938.34		1,028,816.01
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7932 - 2128 W Madison	DenSco/Loans	Loan 7932 - 2128 W Madison	445.50		1,029,261.51
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 7795 - 10637 W Audrey	DenSco/Loans	Loan 7795 - 10637 W Audrey	359.55		1,029,621.06
WF 6124	09/09/16	Deposit	Wire	MWM-AZ, PLLC	Payoff of Loan 8043 - 10009 W Thunderbird	DenSco/Loans	Loan 8043 - 10009 W Thunderbird	324.09		1,029,945.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,930.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,915.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,900.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,885.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,870.15
WF 6124	09/09/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,029,855.15
WF 6124	09/19/16	Deposit	1361873	Equiworth, LLC	Loan payoff wired to pre-receivership acct 08/30/16	DenSco/Loans	Loan 7964 - 1720 E Windsong	216,000.00		1,245,855.15
WF 6124	09/19/16	Deposit	1361873	Equiworth, LLC	Loan payoff wired to pre-receivership acct 08/30/16	DenSco/Loans	Loan 7964 - 1720 E Windsong	5,184.00		1,251,039.15
WF 6124	09/19/16	Deposit	740306177	Miller 401K Profit Sharing	Interest on Loan 8113 - 347 E Belmont	DenSco/Loans	Loan 8113 - 347 E Belmont	2,400.00		1,253,439.15
WF 6124	09/19/16	Deposit	9453724707	AKS, LLC	Interest on Loan 7720 - 2607 W Sunrise	DenSco/Loans	Loan 7720 - 2607 W Sunrise	2,250.00		1,255,689.15
WF 6124	09/19/16	Deposit	1361873	Blue Water Capital, LLC	Interest dep to pre-receivership acct 08/26/16	DenSco/Loans	Loan 8038 - 11320 E Broadway	1,275.00		1,256,964.15

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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	09/19/16	Deposit	1363678	Justin Moore	Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	480.00		1,257,444.15
WF 6124	09/19/16	Deposit	1363678	First Bank	Bank did not receive check 1001 for checks/wires	DenSco/Admin	Document Processing & Record Req.		44.00	1,257,400.15
WF 6124	09/21/16	Check	1006	Atlantic Relocation Systems	Relocate furniture from 5905 W Bell to new wrhs.	Menaged/FK	FK Expenses - Moving		6,172.00	1,251,228.15
WF 6124	09/22/16	Deposit	Wire	Miller 401K Profit Sharing	Payoff of Loan 8113 - 347 E Belmont	DenSco/Loans	Loan 8113 - 347 E Belmont	160,000.00		1,411,228.15
WF 6124	09/22/16	Deposit	Wire	Miller 401K Profit Sharing	Payoff of Loan 8113 - 347 E Belmont	DenSco/Loans	Loan 8113 - 347 E Belmont	800.00		1,412,028.15
WF 6124	09/22/16	Check	1007	Black Forrest, LLC	Loan 8031 - Refund Interest Overpaid at Payoff	DenSco/Loans	Loan 8031 - 15202 N 28th		2,057.00	1,409,971.15
WF 6124	09/22/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,409,956.15
WF 6124	09/23/16	Deposit	Wire	Chopper Construcion, LLC	Payoff of Loan 7851 - 7535 E Mercer	DenSco/Loans	Loan 7851 - 7535 E Mercer	75,000.00		1,484,956.15
WF 6124	09/23/16	Deposit	Wire	Chopper Construcion, LLC	Payoff of Loan 7851 - 7535 E Mercer	DenSco/Loans	Loan 7851 - 7535 E Mercer	3,375.00		1,488,331.15
WF 6124	09/23/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,488,316.15
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 7471 - 2686 N 43rd C28	DenSco/Loans	Loan 7471 - 2686 N 43rd C28	31,500.00		1,519,816.15
WF 6124	09/27/16	Deposit	Wire	KAJU, LLC	Payoff of Loan 7123 - 2660 N 43rd D15	DenSco/Loans	Loan 7123 - 2660 N 43rd D15	29,000.00		1,548,816.15
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 4617 #2 - 6735 W Devonshire	DenSco/Loans	Loan 4617 - 6735 W Devonshire	26,000.00		1,574,816.15
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 4617 #1 - 6735 W Devonshire	DenSco/Loans	Loan 4617 - 6735 W Devonshire	10,000.00		1,584,816.15
WF 6124	09/27/16	Deposit	Wire	KAJU, LLC	Payoff of Loan 7123 - 2660 N 43rd D15	DenSco/Loans	Loan 7123 - 2660 N 43rd D15	1,152.50		1,585,968.65
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 4617 #2 - 6735 W Devonshire	DenSco/Loans	Loan 4617 - 6735 W Devonshire	936.00		1,586,904.65
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 7471 - 2686 N 43rd C28	DenSco/Loans	Loan 7471 - 2686 N 43rd C28	834.75		1,587,739.40
WF 6124	09/27/16	Deposit	Wire	Sanjel Krum Investments	Payoff of Loan 4617 #1 - 6735 W Devonshire	DenSco/Loans	Loan 4617 - 6735 W Devonshire	400.00		1,588,139.40
WF 6124	09/27/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,588,124.40
WF 6124	09/27/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,588,109.40
WF 6124	09/27/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,588,094.40
WF 6124	09/27/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,588,079.40
WF 6124	09/28/16	Deposit	Wire	Opreinvest, LLC	Payoff of Loan 7853 - 1310 E Gwen	DenSco/Loans	Loan 7853 - 1310 E Gwen	210,000.00		1,798,079.40
WF 6124	09/28/16	Deposit	Wire	Opreinvest, LLC	Payoff of Loan 7853 - 1310 E Gwen	DenSco/Loans	Loan 7853 - 1310 E Gwen	8,925.00		1,807,004.40
WF 6124	09/28/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	1,806,989.40
WF 6124	09/29/16	Deposit	Wire	Equiworth, LLC	Payoff of Loan 8082 - 3332 E Blackhawk	DenSco/Loans	Loan 8082 - 3332 E Blackhawk	205,400.00		2,012,389.40
WF 6124	09/29/16	Deposit	Wire	Equiworth, LLC	Payoff of Loan 8082 - 3332 E Blackhawk	DenSco/Loans	Loan 8082 - 3332 E Blackhawk	7,907.90		2,020,297.30
WF 6124	09/29/16	Check	1008	Atlantic Relocation Systems	Relocate furniture from 5905 W Bell to new wrhs.	Menaged/FK	FK Expenses - Moving		8,565.50	2,011,731.80
WF 6124	09/29/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	2,011,716.80
WF 6124	09/30/16	Deposit	1080	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		2,015,166.80
WF 6124	09/30/16	Deposit	9191930419	Michael Tetreault	Interest on Loan 8110 - 11468 W Madisen Ellise	DenSco/Loans	Loan 8110 - 11468 W Madisen Ell	1,920.00		2,017,086.80
WF 6124	09/30/16	Deposit	732506154	Blue Water Capital, LLC	Interest on Loan 8038 - 11320 E Broadway	DenSco/Loans	Loan 8038 - 11320 E Broadway	1,275.00		2,018,361.80
WF 6124	10/03/16	Deposit	Wire	Michael Tetreault	Payoff of Loan 8110 - 11468 W Madisen Ell	DenSco/Loans	Loan 8110 - 11468 W Madisen Ell	128,000.00		2,146,361.80
WF 6124	10/03/16	Deposit	Wire	Michael Tetreault	Payoff of Loan 8110 - 11468 W Madisen Ell	DenSco/Loans	Loan 8110 - 11468 W Madisen Ell	2,163.99		2,148,525.79
WF 6124	10/03/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	2,148,510.79
WF 6124	10/04/16	Deposit	Wire	Global Qwest, Inc.	Payoff of Loan 8111 - 707 W Rawhide	DenSco/Loans	Loan 8111 - 707 W Rawhide	75,000.00		2,223,510.79
WF 6124	10/04/16	Deposit	Wire	Global Qwest, Inc.	Payoff of Loan 8111 - 707 W Rawhide`	DenSco/Loans	Loan 8111 - 707 W Rawhide	3,450.00		2,226,960.79
WF 6124	10/04/16	Deposit	1334	Robert Humburg	Interest on Loan 8007 - 3219 E Saint John	DenSco/Loans	Loan 8007 - 3219 E Saint John	500.00		2,227,460.79
WF 6124	10/04/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	2,227,445.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		2,229,177.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		2,230,302.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		2,231,427.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		2,232,552.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		2,233,452.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		2,234,202.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		2,234,952.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		2,235,702.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		2,236,452.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		2,237,052.79
WF 6124	10/07/16	Deposit	11101648	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		2,237,577.79
WF 6124	10/17/16	Deposit	9453724936	AKS, LLC	Interest on Loan 7720 - 2607 W Sunrise	DenSco/Loans	Loan 7720 - 2607 W Sunrise	2,250.00		2,239,827.79
WF 6124	10/17/16	Deposit	607606002	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		2,240,502.79

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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	10/20/16	Deposit	Wire	Robert Humburg	Payoff of Loan 8007 - 3219 E Saint John	DenSco/Loans	Loan 8007 - 3219 E Saint John	25,000.00		2,265,502.79
WF 6124	10/20/16	Deposit	Wire	Robert Humburg	Payoff of Loan 8007 - 3219 E Saint John (refund overpaid int.)	DenSco/Loans	Loan 8007 - 3219 E Saint John		125.00	2,265,377.79
WF 6124	10/20/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	2,265,362.79
WF 6124	10/28/16	Check	1010	Simon Consulting, LLC	August 2016 Receivership Fees	DenSco/Admin	Receivership Fees		36,927.46	2,228,435.33
WF 6124	10/28/16	Check	1011	Guttilla Murphy Anderson, PC	August 2016 Receivership Fees	DenSco/Admin	Legal Fees		60,050.62	2,168,384.71
WF 6124	10/31/16	Deposit	1143	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		2,171,834.71
WF 6124	10/31/16	Deposit	698202877	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		2,173,559.71
WF 6124	10/31/16	Deposit	732506272	Blue Water Capital, LLC	Interest on Loan 8038 - 11320 E Broadway	DenSco/Loans	Loan 8038 - 11320 E Broadway	1,275.00		2,174,834.71
WF 6124	10/31/16	Deposit	47380315	Justin Moore	Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	480.00		2,175,314.71
WF 6124	10/31/16	Deposit	886836	City of Glendale	City of Glendale - Check to Furniture King	Menaged/FK	FK Income - Misc. Vendor Refunds	105.43		2,175,420.14
WF 6124	10/31/16	Deposit	4749182	American Modern Select Ins. Co.	American Modern Select Ins. Co. - Check to Scott's Fine Furniture	Menaged/FK	FK Income - Misc. Vendor Refunds	29.34		2,175,449.48
WF 6124	11/01/16	Check	1012	Atlantic Relocation Systems	Relocate furniture from Goodyear store to new wrhs.	Menaged/FK	FK Expenses - Moving		9,876.00	2,165,573.48
WF 6124	11/09/16	Check	1013	Seneca Insurance Company, Inc.	Policy No. RMP4700019 - Commercial Package	Menaged/FK	FK Expenses - Insurance		3,955.00	2,161,618.48
WF 6124	11/09/16	Check	1014	Seneca Insurance Company, Inc.	Policy No. RUP4700003 - Commercial Umbrella	Menaged/FK	FK Expenses - Insurance		507.00	2,161,111.48
WF 6124	11/09/16	Check	1015	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 10/01/16-10/31/16	Menaged/FK	FK Expenses - Rent		5,648.00	2,155,463.48
WF 6124	11/09/16	Check	1015	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 11/01/16-11/30/16	Menaged/FK	FK Expenses - Rent		5,648.00	2,149,815.48
WF 6124	11/09/16	Check	1015	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 09/19/16-09/30/16	Menaged/FK	FK Expenses - Rent		2,259.12	2,147,556.36
WF 6124	11/09/16	Check	1016	Densco Investment Corp.	Transfer to AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		2,000,000.00	147,556.36
WF 6124	11/10/16	Deposit	1366	CNT Real Estate Investments	Payoff of Loan 7855 - 4003 W Soft Wind	DenSco/Loans	Loan 7855 - 4003 W Soft Wind	30,900.00		178,456.36
WF 6124	11/10/16	Deposit	607602630	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		183,706.36
WF 6124	11/10/16	Deposit	1366	CNT Real Estate Investments	Payoff of Loan 7855 - 4003 W Soft Wind	DenSco/Loans	Loan 7855 - 4003 W Soft Wind	1,125.00		184,831.36
WF 6124	11/10/16	Deposit	49193302	Justin Moore	Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	480.00		185,311.36
WF 6124	11/10/16	Deposit	5003	Denny Chittick Estate	Office Furniture Sale Proceeds	DenSco/Admin	Office Furniture Sale Proceeds	31.87		185,343.23
WF 6124	11/10/16	Check	1017	Hassett Insurance, Inc.	1605 W Winter Dr - Property Insurance	Menaged/Loans	Property Expenses - Insurance		2,737.00	182,606.23
WF 6124	11/21/16	Deposit	1003	J and J Marketing, LLC	Interest on Loan 3835 - 7126 W Glenrosa	DenSco/Loans	Loan 3835 - 7126 W Glenrosa	3,200.00		185,806.23
WF 6124	11/22/16	Deposit	1149	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		189,256.23
WF 6124	11/22/16	Deposit	9453725149	AKS, LLC	Interest on Loan 7720 - 2607 W Sunrise	DenSco/Loans	Loan 7720 - 2607 W Sunrise	2,250.00		191,506.23
WF 6124	11/22/16	Deposit	607606106	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		192,181.23
WF 6124	11/23/16	Deposit	Wire	Peak Equity, LLC	Payoff of Loan 5486 - 11 Spur Circle	DenSco/Loans	Loan 5486 - 11 Spur Circle	120,095.60		312,276.83
WF 6124	11/23/16	Deposit	Wire	Peak Equity, LLC	Payoff of Loan 5486 - 11 Spur Circle	DenSco/Loans	Loan 5486 - 11 Spur Circle	6,664.50		318,941.33
WF 6124	11/23/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	318,926.33
WF 6124	11/29/16	Deposit	Wire	Empire Legacy Investments	Payoff of Loan 8114 - 6702 W Merrell	DenSco/Loans	Loan 8114 - 6702 W Merrell	120,000.00		438,926.33
WF 6124	11/29/16	Deposit	Wire	Schian Walker, PLC	Proceeds from 2048 E Marilyn Ave property per 11/23/16 Stip.	Menaged/Loans	Easy - Marilyn Ppty Proceeds	35,066.73		473,993.06
WF 6124	11/29/16	Deposit	Wire	Empire Legacy Investments	Payoff of Loan 8114 - 6702 W Merrell	DenSco/Loans	Loan 8114 - 6702 W Merrell	7,800.00		481,793.06
WF 6124	11/29/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	481,778.06
WF 6124	11/29/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	481,763.06
WF 6124	11/30/16	Deposit	Wire	Blue Water Capital, LLC	Payoff of Loan 8038 - 11320 E Broadway	DenSco/Loans	Loan 8038 - 11320 E Broadway	85,000.00		566,763.06
WF 6124	11/30/16	Deposit	Wire	Blue Water Capital, LLC	Payoff of Loan 8038 - 11320 E Broadway	DenSco/Loans	Loan 8038 - 11320 E Broadway	1,402.50		568,165.56
WF 6124	11/30/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	568,150.56
WF 6124	12/05/16	Transfer	EFT	Densco Investment Corp.	Transfer to WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181		500,000.00	68,150.56
WF 6124	12/05/16	Check	1018	Predio Management, LLC	27th Ave Warehouse: 12/01/16-12/31/16	Menaged/FK	FK Expenses - Rent		8,268.28	59,882.28
WF 6124	12/05/16	Check	1018	Predio Management, LLC	27th Ave Warehouse: 11/01/16-11/30/16	Menaged/FK	FK Expenses - Rent		8,207.76	51,674.52
WF 6124	12/05/16	Check	1018	Predio Management, LLC	27th Ave Warehouse: 10/01/16-10/31/16	Menaged/FK	FK Expenses - Rent		7,695.04	43,979.48
WF 6124	12/05/16	Check	1018	Predio Management, LLC	27th Ave Warehouse: 09/22/16-09/30/16	Menaged/FK	FK Expenses - Rent		2,487.92	41,491.56
WF 6124	12/08/16	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	41,488.56
WF 6124	12/09/16	Deposit	698203524	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		46,738.56
WF 6124	12/09/16	Deposit	698202946	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		48,463.56
WF 6124	12/09/16	Deposit	4555879948	Chase Bank	Transfer from Furniture King, LLC - Chase 1381 account balance	Menaged/FK	FK Income - Transfer from Chase 1381	951.43		49,414.99



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Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	12/09/16	Deposit	698207807	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		50,089.99
WF 6124	12/09/16	Check	1019	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 12/01/16-12/31/16	Menaged/FK	FK Expenses - Rent		5,648.00	44,441.99
WF 6124	12/13/16	Deposit	Wire	Black Forrest, LLC	Payoff of Loan 4419 - 8404 E Pinnacle Peak	DenSco/Loans	Loan 4419 - 8404 E Pinnacle Pk	230,096.98		274,538.97
WF 6124	12/13/16	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	200,000.00		474,538.97
WF 6124	12/13/16	Check	1020	Gammage & Burnham, PLC	08/12/16-11/02/16 Receivership Fees	DenSco/Admin	Legal Fees		42,302.25	432,236.72
WF 6124	12/13/16	Check	1021	Simon Consulting, LLC	September 2016 Receivership Fees	DenSco/Admin	Receivership Fees		99,190.21	333,046.51
WF 6124	12/13/16	Check	1022	Guttila Murphy Anderson, PC	September 2016 Receivership Fees	DenSco/Admin	Legal Fees		78,113.85	254,932.66
WF 6124	12/13/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	254,917.66
WF 6124	12/15/16	Deposit	Wire	AKS, LLC	Payoff of Loan 7720 - 2607 W Sunrise	DenSco/Loans	Loan 7720 - 2607 W Sunrise	150,000.00		404,917.66
WF 6124	12/15/16	Deposit	Wire	AKS, LLC	Payoff of Loan 7720 - 2607 W Sunrise	DenSco/Loans	Loan 7720 - 2607 W Sunrise	2,925.00		407,842.66
WF 6124	12/15/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	407,827.66
WF 6124	12/19/16	Deposit	Wire	Stone Capital Investments, LLC	Payoff of Loan 3190 - 2319 W Aloe Vera	DenSco/Loans	Loan 3190 - 2319 W Aloe Vera	260,000.00		667,827.66
WF 6124	12/19/16	Deposit	Wire	Stone Capital Investments, LLC	Payoff of Loan 3190 - 2319 W Aloe Vera	DenSco/Loans	Loan 3190 - 2319 W Aloe Vera	22,260.00		690,087.66
WF 6124	12/19/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	690,072.66
WF 6124	12/20/16	Deposit	Wire	Stone Capital Investments, LLC	Payoff of Loan 3190 - 2319 W Aloe Vera (late fees)	DenSco/Loans	Loan 3190 - 2319 W Aloe Vera	1,560.00		691,632.66
WF 6124	12/20/16	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	691,617.66
WF 6124	12/21/16	Deposit	998	J and J Marketing, LLC	Interest on Loan 3835 - 7126 W Glenrosa	DenSco/Loans	Loan 3835 - 7126 W Glenrosa	900.00		692,517.66
WF 6124	12/21/16	Check	1023	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 01/01/17-01/31/17	Menaged/FK	FK Expenses - Rent		5,648.00	686,869.66
WF 6124	12/21/16	Check	1024	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		2,015.00	684,854.66
WF 6124	12/21/16	Check	1024	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Menaged/Loans	Property Expenses - Foreclosure Fees		1,375.00	683,479.66
WF 6124	12/21/16	Check	1024	Fredenberg Beams	Foreclosure Expense - 1605 W Winter	Menaged/Loans	Property Expenses - Foreclosure Fees		1,024.00	682,455.66
WF 6124	12/21/16	Check	1024	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		482.40	681,973.26
WF 6124	12/21/16	Check	1024	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1020	Menaged/Loans	Property Expenses - Foreclosure Fees		195.00	681,778.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		683,510.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		685,242.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		686,367.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		687,492.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		688,617.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		689,742.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		690,867.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		691,992.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		692,892.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		693,792.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		694,542.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		695,292.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		696,042.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		696,792.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		697,542.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		698,292.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		699,042.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		699,792.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		700,392.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		700,992.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		701,517.26
WF 6124	12/22/16	Deposit	Cash	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		702,042.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		703,774.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		704,899.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		706,024.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		707,149.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		708,049.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		708,799.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		709,549.26

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August 24, 2016 - December 22, 2017

**Exhibit 1**

Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		710,299.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		711,049.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		711,649.26
WF 6124	12/24/16	Deposit	2459	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		712,174.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		713,906.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		715,031.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		716,156.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		717,281.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		718,181.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		718,931.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		719,681.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		720,431.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		721,181.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		721,781.26
WF 6124	12/24/16	Deposit	2460	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		722,306.26
WF 6124	12/24/16	Deposit	55363166	Justin Moore	Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	480.00		722,786.26
WF 6124	12/29/16	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	125,000.00		847,786.26
WF 6124	12/29/16	Check	1025	Densco Investment Corp.	Transfer to AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		800,000.00	47,786.26
WF 6124	12/30/16	Check	EFT	Wells Fargo Bank	Cash Deposited Fee	DenSco/Admin	Bank Service Charges		38.10	47,748.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		49,480.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		50,605.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		51,730.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		52,855.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		53,755.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		54,505.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		55,255.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		56,005.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		56,755.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		57,355.16
WF 6124	01/03/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		57,880.16
WF 6124	01/03/17	Check	1026	Forensics Consulting Solutions, LLC	Invoice No. 5620 (less \$2,913.11 discount)	Managed/Loans	IT Forensic Fees		6,000.00	51,880.16
WF 6124	01/04/17	Check	1027	United States Treasury	Form 4506 Request for Copy of Tax Return (2011-2016)	DenSco/Admin	Document Processing & Record Req.		250.00	51,630.16
WF 6124	01/04/17	Check	1028	Predio Management, LLC	27th Ave Warehouse: 01/01/17-01/31/17	Managed/FK	FK Expenses - Rent		8,212.09	43,418.07
WF 6124	01/05/17	Deposit	1161	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		46,868.07
WF 6124	01/10/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	46,865.07
WF 6124	01/11/17	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	150,000.00		196,865.07
WF 6124	01/11/17	Check	1029	Arizona Corporation Commission	Furniture King LLC (L17038449) - Statement of Change	Managed/FK	FK Expenses - ACC Fees		5.00	196,860.07
WF 6124	01/11/17	Check	1030	Arizona Corporation Commission	Furniture & Electronic King, LLC (L20516797) - Statement of Change	Managed/FK	FK Expenses - ACC Fees		5.00	196,855.07
WF 6124	01/11/17	Check	1031	Arizona Corporation Commission	Scott's Fine Furniture, LLC (L20787149) - Statement of Change	Managed/FK	FK Expenses - ACC Fees		5.00	196,850.07
WF 6124	01/11/17	Check	1032	Simon Consulting, LLC	October 2016 Receivership Fees	DenSco/Admin	Receivership Fees		69,103.57	127,746.50
WF 6124	01/11/17	Check	1033	Gutilla Murphy Anderson, PC	October 2016 Receivership Fees	DenSco/Admin	Legal Fees		55,839.44	71,907.06
WF 6124	01/12/17	Deposit	607602708	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		77,157.06
WF 6124	01/12/17	Deposit	607602562	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		78,882.06
WF 6124	01/12/17	Deposit	607606257	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		79,557.06
WF 6124	01/13/17	Deposit	1000	J and J Marketing, LLC	Interest on Loan 3835 - 7126 W Glenrosa	DenSco/Loans	Loan 3835 - 7126 W Glenrosa	750.00		80,307.06
WF 6124	01/13/17	Check	1034	Altep California, LLC	Imaging & Bates labeling of US Bank prod. of Menaged accts	DenSco/Admin	Document Processing & Record Req.		699.98	79,607.08
WF 6124	01/18/17	Deposit	Wire	J and J Marketing, LLC	Payoff of Loan 3835 - 7126 W Glenrosa	DenSco/Loans	Loan 3835 - 7126 W Glenrosa	50,000.00		129,607.08
WF 6124	01/18/17	Deposit	Wire	J and J Marketing, LLC	Payoff of Loan 3835 - 7126 W Glenrosa	DenSco/Loans	Loan 3835 - 7126 W Glenrosa		250.00	129,357.08
WF 6124	01/18/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	129,342.08

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**Exhibit 1**

Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	01/25/17	Check	1053	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 02/01/17-02/28/17	Menaged/FK	FK Expenses - Rent		5,648.00	123,694.08
WF 6124	01/26/17	Deposit	1165	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		127,144.08
WF 6124	01/27/17	Check	1051	Simon Consulting, LLC	November 2016 Receivership Fees	DenSco/Admin	Receivership Fees		64,915.98	62,228.10
WF 6124	01/27/17	Check	1052	Gutilla Murphy Anderson, PC	November 2016 Receivership Fees	DenSco/Admin	Legal Fees		57,021.76	5,206.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		6,938.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		8,063.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		9,188.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		10,313.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		11,213.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		11,963.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		12,713.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		13,463.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		14,213.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		14,813.34
WF 6124	02/02/17	Deposit	77474	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		15,338.34
WF 6124	02/02/17	Deposit	3618151	Justin Moore	Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	480.00		15,818.34
WF 6124	02/06/17	Check	1054	Altep California, LLC	Imaging & Bates labeling of Chase production of Menaged accts	DenSco/Admin	Document Processing & Record Req.		1,079.46	14,738.88
WF 6124	02/06/17	Check	1055	Seneca Insurance Company, Inc.	Policy No. RUP4700003 - Commercial Umbrella	Menaged/FK	FK Expenses - Insurance		507.00	14,231.88
WF 6124	02/06/17	Check	1056	Seneca Insurance Company, Inc.	Policy No. RMP4700019 - Commercial Package	Menaged/FK	FK Expenses - Insurance		3,955.00	10,276.88
WF 6124	02/07/17	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	15,000.00		25,276.88
WF 6124	02/07/17	Check	1057	Predio Management, LLC	27th Ave Warehouse: 02/01/17-02/28/17	Menaged/FK	FK Expenses - Rent		8,276.92	16,999.96
WF 6124	02/07/17	Check	EFT	Paychex	Furniture King - Payroll	Menaged/FK	FK Expenses - Pre-Receiveership Payroll		6,000.00	10,999.96
WF 6124	02/07/17	Check	EFT	Paychex	Furniture King - 2016 W-2 Preparation	Menaged/FK	FK Expenses - Pre-Receiveership Payroll		377.50	10,622.46
WF 6124	02/07/17	Check	1058	Preston CPA, PC	Copy Costs for DenSco Tax Files 2010-2015	DenSco/Admin	Document Processing & Record Req.		48.71	10,573.75
WF 6124	02/08/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	10,570.75
WF 6124	02/09/17	Deposit	628805848	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		15,820.75
WF 6124	02/09/17	Deposit	628804846	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		17,545.75
WF 6124	02/09/17	Deposit	628810842	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		18,220.75
WF 6124	02/14/17	Check	EFT	Paychex	Furniture King - Workers Comp	Menaged/FK	FK Expenses - Pre-Receiveership Payroll		2,060.90	16,159.85
WF 6124	02/17/17	Check	1059	Fredenberg Beams	Foreclosure Expense - 707 E Potter	Menaged/Loans	Property Expenses - Foreclosure Fees		-	16,159.85
WF 6124	02/17/17	Check	1059	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Menaged/Loans	Property Expenses - Foreclosure Fees		-	16,159.85
WF 6124	02/17/17	Check	1059	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		-	16,159.85
WF 6124	02/17/17	Check	1059	Fredenberg Beams	Foreclosure Expense - 1605 W Winter	Menaged/Loans	Property Expenses - Foreclosure Fees		-	16,159.85
WF 6124	02/17/17	Check	1060	Fredenberg Beams	Foreclosure Expense - 707 E Potter	Menaged/Loans	Property Expenses - Foreclosure Fees	1,550.00		14,609.85
WF 6124	02/17/17	Check	1060	Fredenberg Beams	Foreclosure Expense - 1605 W Winter	Menaged/Loans	Property Expenses - Foreclosure Fees	1,530.58		13,079.27
WF 6124	02/17/17	Check	1060	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Menaged/Loans	Property Expenses - Foreclosure Fees	1,368.11		11,711.16
WF 6124	02/17/17	Check	1060	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees	140.00		11,571.16
WF 6124	02/22/17	Check	1061	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 03/01/17-03/31/17	Menaged/FK	FK Expenses - Rent		5,648.00	5,923.16
WF 6124	02/22/17	Check	1062	Fredenberg Beams	Foreclosure Expense - 707 E Potter	Menaged/Loans	Property Expenses - Foreclosure Fees		414.58	5,508.58
WF 6124	02/22/17	Check	1062	Fredenberg Beams	Foreclosure Expense - 1605 W Winter	Menaged/Loans	Property Expenses - Foreclosure Fees		291.46	5,217.12
WF 6124	02/22/17	Check	1062	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Menaged/Loans	Property Expenses - Foreclosure Fees		165.00	5,052.12
WF 6124	02/22/17	Check	1062	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		123.78	4,928.34
WF 6124	02/27/17	Check	1063	Arizona Corporation Commission	Furniture King, LLC (L17038449) - Reinstatement Fee	Menaged/FK	FK Expenses - ACC Fees		100.00	4,828.34
WF 6124	02/27/17	Check	1064	Preston CPA, PC	Copy Costs for DenSco 1099s	DenSco/Admin	Document Processing & Record Req.		19.40	4,808.94
WF 6124	03/08/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	4,805.94
WF 6124	03/09/17	Deposit	698203689	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		10,055.94
WF 6124	03/09/17	Deposit	1169	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		13,505.94
WF 6124	03/09/17	Deposit	698203087	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		15,230.94
WF 6124	03/09/17	Deposit	698208318	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		15,905.94
WF 6124	03/14/17	Check	1066	Predio Management, LLC	27th Ave Warehouse: 03/01/17-03/31/17	Menaged/FK	FK Expenses - Rent		8,207.21	7,698.73

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**Exhibit 1**

Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	03/14/17	Check	1065	United States Treasury	Form 4506 Request for Copy of DBP Tax Return (2010-2014)	DenSco/Admin	Document Processing & Record Req.		250.00	7,448.73
WF 6124	03/17/17	Check	1067	Fredenberg Beams	Foreclosure Expense - 707 E Potter	Menaged/Loans	Property Expenses - Foreclosure Fees		135.00	7,313.73
WF 6124	03/17/17	Check	1067	Fredenberg Beams	Foreclosure Expense - 1605 W Winter	Menaged/Loans	Property Expenses - Foreclosure Fees		70.00	7,243.73
WF 6124	03/17/17	Check	1067	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		45.00	7,198.73
WF 6124	03/17/17	Check	1067	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		4.02	7,194.71
WF 6124	03/17/17	Check	1068	Hassett Insurance, Inc.	707 E Potter Dr - Property Insurance	Menaged/Loans	Property Expenses - Insurance		836.00	6,358.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		8,090.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		9,215.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		10,340.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		11,465.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		12,365.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		13,115.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		13,865.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		14,615.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		15,365.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		15,965.71
WF 6124	03/21/17	Deposit	11101730	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		16,490.71
WF 6124	03/23/17	Deposit	Wire	Omega Prop Invest, LLC	Payoff of Loan 8116 - 7815 W Vermont	DenSco/Loans	Loan 8116 - 7815 W Vermont	100,000.00		116,490.71
WF 6124	03/23/17	Deposit	Wire	Omega Prop Invest, LLC	Payoff of Loan 8116 - 7815 W Vermont	DenSco/Loans	Loan 8116 - 7815 W Vermont	12,594.48		129,085.19
WF 6124	03/23/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	129,070.19
WF 6124	03/28/17	Check	1069	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 04/01/17-04/30/17	Menaged/FK	FK Expenses - Rent		5,648.00	123,422.19
WF 6124	03/29/17	Check	1070	Simon Consulting, LLC	January 2017 Receivership Fees	DenSco/Admin	Receivership Fees		22,244.69	101,177.50
WF 6124	03/29/17	Check	1071	Gutilla Murphy Anderson, PC	January 2017 Receivership Fees	DenSco/Admin	Legal Fees		76,209.90	24,967.60
WF 6124	03/29/17	Check	1072	Frazer Ryan Goldberg & Arnold, LLP	January 2017 Receivership Fees	DenSco/Admin	Legal Fees		465.00	24,502.60
WF 6124	03/30/17	Deposit	1177	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		27,952.60
WF 6124	03/30/17	Deposit	283743	Seneca Insurance Company, Inc.	Policy No. RMP4700019 - Premium Refund	Menaged/FK	FK Expenses - Insurance	1,093.00		29,045.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		30,777.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		31,902.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		33,027.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		34,152.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		35,052.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		35,802.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		36,552.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		37,302.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		38,052.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		38,652.60
WF 6124	04/10/17	Deposit	203	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		39,177.60
WF 6124	04/10/17	Check	1073	Predio Management, LLC	27th Ave Warehouse: 04/01/17-04/30/17	Menaged/FK	FK Expenses - Rent		8,207.21	30,970.39
WF 6124	04/10/17	Check	1074	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 05/01/17-05/31/17	Menaged/FK	FK Expenses - Rent		5,648.00	25,322.39
WF 6124	04/12/17	Deposit	4261	Surplus Asset Management, Inc.	Net furniture sale proceeds through 04/04/17 - Gross collections	Menaged/FK	FK Income - Furniture Sales	30,719.00		56,041.39
WF 6124	04/12/17	Deposit	698203767	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		61,291.39
WF 6124	04/12/17	Deposit	698203164	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		63,016.39
WF 6124	04/12/17	Deposit	698208487	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		63,691.39
WF 6124	04/12/17	Deposit	4261	Surplus Asset Management, Inc.	Net furniture sale proceeds through 04/04/17 - Commission	Menaged/FK	FK Expenses - Auctioneer Commissions		4,607.85	59,083.54
WF 6124	04/12/17	Deposit	4261	Surplus Asset Management, Inc.	Net furniture sale proceeds through 04/04/17 - Auction Expenses	Menaged/FK	FK Expenses - Auctioneer Expenses		3,545.67	55,537.87
WF 6124	04/17/17	Check	1075	Gutilla Murphy Anderson, PC	Reimbursement - USA Today Advertisement	DenSco/Admin	Advertising Expense		4,770.00	50,767.87
WF 6124	04/17/17	Check	1076	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Menaged/Loans	Property Expenses - Foreclosure Fees		90.00	50,677.87
WF 6124	04/17/17	Check	1076	Fredenberg Beams	Foreclosure Expense - 9555 E Raintree #1004	Menaged/Loans	Property Expenses - Foreclosure Fees		79.00	50,598.87



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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	04/26/17	Check	1077	Simon Consulting, LLC	February 2017 Receivership Fees	DenSco/Admin	Receivership Fees		32,706.02	17,892.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		19,624.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		20,749.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		21,874.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		22,999.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		23,899.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		24,649.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		25,399.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		26,149.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		26,899.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		27,499.85
WF 6124	05/01/17	Deposit	79347	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		28,024.85
WF 6124	05/04/17	Deposit	132	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		31,474.85
WF 6124	05/08/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	31,471.85
WF 6124	05/12/17	Check	1078	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 06/01/17-06/30/17	Menaged/FK	FK Expenses - Rent		5,648.00	25,823.85
WF 6124	05/12/17	Deposit	4320	Surplus Asset Management, Inc.	Net furniture sale proceeds through 05/05/17 - Gross Collections	Menaged/FK	FK Income - Furniture Sales	84,621.96		110,445.81
WF 6124	05/12/17	Deposit	4320	Surplus Asset Management, Inc.	Net furniture sale proceeds through 05/05/17 - Commission	Menaged/FK	FK Expenses - Auctioneer Commissions		12,693.29	97,752.52
WF 6124	05/12/17	Deposit	4320	Surplus Asset Management, Inc.	Net furniture sale proceeds through 05/05/17 - Auction Expenses	Menaged/FK	FK Expenses - Auctioneer Expenses		3,545.67	94,206.85
WF 6124	05/12/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	94,191.85
WF 6124	05/12/17	Deposit	Wire	Justin Moore	Payoff of Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	32,000.00		126,191.85
WF 6124	05/12/17	Deposit	Wire	Justin Moore	Payoff of Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland	2,784.00		128,975.85
WF 6124	05/16/17	Deposit	Wire	Great American Title Agency, Inc.	Sale of Property Re: Loan 3828 - 1605 W Winter	Menaged/Loans	Loan 3828 - 1605 W Winter	34,986.02		163,961.87
WF 6124	05/16/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	163,946.87
WF 6124	05/25/17	Deposit	628805108	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		165,671.87
WF 6124	05/25/17	Deposit	628805109	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		167,396.87
WF 6124	05/25/17	Deposit	628805110	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		169,121.87
WF 6124	05/25/17	Deposit	628806120	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		174,371.87
WF 6124	05/25/17	Deposit	628806121	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		179,621.87
WF 6124	05/25/17	Deposit	628811380	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		180,296.87
WF 6124	05/25/17	Deposit	628811381	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		180,971.87
WF 6124	05/25/17	Deposit	1002431528	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,725.00		182,696.87
WF 6124	05/25/17	Deposit	1002431532	Daniel Smith	Interest on Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	5,250.00		187,946.87
WF 6124	05/25/17	Deposit	1002431536	Daniel Smith	Interest on Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	675.00		188,621.87
WF 6124	05/25/17	Deposit	671233431	Maricopa County Recorder	Maricopa County Recorder Refund	DenSco/Admin	Maricopa County Recorder Refund	226.00		188,847.87
WF 6124	05/25/17	Check	1079	Simon Consulting, LLC	March 2017 Receivership Fees	DenSco/Admin	Receivership Fees		23,959.71	164,888.16
WF 6124	05/25/17	Check	1079	Simon Consulting, LLC	Reimbursement for fees paid to Forensics Consulting Solutions, LLC	Menaged/Loans	IT Forensic Fees		26,802.69	138,085.47
WF 6124	05/25/17	Check	1080	Gutilla Murphy Anderson, PC	March 2017 Receivership Fees	DenSco/Admin	Legal Fees		39,298.68	98,786.79
WF 6124	05/25/17	Check	1081	Frazer Ryan Goldberg & Arnold, LLP	March 2017 Receivership Fees	DenSco/Admin	Legal Fees		25,261.00	73,525.79
WF 6124	05/25/17	Check	1082	Snell & Wilmer, LLP	March 2017 Receivership Fees	DenSco/Admin	Legal Fees		17,311.00	56,214.79
WF 6124	05/25/17	Check	1083	Altep California, LLC	Invoice No. 50029196	DenSco/Admin	Document Processing & Record Req.		3,593.74	52,621.05
WF 6124	05/25/17	Check	1083	Altep California, LLC	Invoice No. 50029038	DenSco/Admin	Document Processing & Record Req.		623.36	51,997.69
WF 6124	05/25/17	Check	1083	Altep California, LLC	Invoice No. 50028755	DenSco/Admin	Document Processing & Record Req.		183.27	51,814.42
WF 6124	05/25/17	Check	1084	Arroyo Rojo HOA	707 E Potter Dr - Working Capital	Menaged/Loans	Property Expenses - HOA Fees		79.00	51,735.42
WF 6124	05/25/17	Check	1084	Arroyo Rojo HOA	707 E Potter Dr - May Assessment	Menaged/Loans	Property Expenses - HOA Fees		39.50	51,695.92
WF 6124	05/25/17	Check	1084	Arroyo Rojo HOA	707 E Potter Dr - Prorated April Assessment	Menaged/Loans	Property Expenses - HOA Fees		34.23	51,661.69
WF 6124	05/31/17	Deposit	142	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		55,111.69
WF 6124	05/31/17	Deposit	4880172	American Modern Select Ins. Co.	1605 W Winter Dr - Premium refund after sale of ppty	Menaged/Loans	Property Expenses - Insurance	1,335.65		56,447.34
WF 6124	05/31/17	Check	1085	Altep California, LLC	Invoice No. 50029217	DenSco/Admin	Document Processing & Record Req.		431.62	56,015.72

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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	05/31/17	Check	1087	Justin Moore	Refund Interest on Loan 2566 - 4021 E Moreland	DenSco/Loans	Loan 2566 - 4021 E Moreland		160.00	55,855.72
WF 6124	06/05/17	Check	EFT	Rimovsky Investments, LLC	Interest Payment Returned Due to NSF	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		52,405.72
WF 6124	06/05/17	Check	EFT	Wells Fargo Bank	Cashed/Deposited Item Returned Unpaid Fee	DenSco/Admin	Bank Service Charges		12.00	52,393.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		54,125.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		55,250.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		56,375.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		57,500.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		58,400.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		59,150.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		59,900.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		60,650.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		61,400.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		62,000.72
WF 6124	06/08/17	Deposit	79982	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		62,525.72
WF 6124	06/08/17	Check	1088	Vince Zerilli	707 E Potter Dr - Removal of Dead Palm Tree Per HOA Notice	Menaged/Loans	Property Expenses - Maintenance		60.00	62,465.72
WF 6124	06/08/17	Check	1089	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 07/01/17-07/31/17	Menaged/FK	FK Expenses - Rent		5,648.00	56,817.72
WF 6124	06/08/17	Check	1090	Arroyo Rojo HOA	707 E Potter Dr - Violation Fine for Dead Tree	Menaged/Loans	Property Expenses - HOA Fees		75.00	56,742.72
WF 6124	06/08/17	Check	1090	Arroyo Rojo HOA	707 E Potter Dr - Late Fee	Menaged/Loans	Property Expenses - HOA Fees		15.00	56,727.72
WF 6124	06/08/17	Check	1090	Arroyo Rojo HOA	707 E Potter Dr - Delinquency Notice	Menaged/Loans	Property Expenses - HOA Fees		5.00	56,722.72
WF 6124	06/08/17	Check	1091	Ladera Vista HOA	9555 E Raintree Dr #1004 - TC Trans/Discl Expense	Menaged/Loans	Property Expenses - HOA Fees		377.00	56,345.72
WF 6124	06/08/17	Check	1091	Ladera Vista HOA	9555 E Raintree Dr #1004 - May Assessment	Menaged/Loans	Property Expenses - HOA Fees		270.00	56,075.72
WF 6124	06/08/17	Check	1091	Ladera Vista HOA	9555 E Raintree Dr #1004 - June Assessment	Menaged/Loans	Property Expenses - HOA Fees		270.00	55,805.72
WF 6124	06/08/17	Check	1091	Ladera Vista HOA	9555 E Raintree Dr #1004 - TC Tax Search Expense	Menaged/Loans	Property Expenses - HOA Fees		85.00	55,720.72
WF 6124	06/08/17	Check	1091	Ladera Vista HOA	9555 E Raintree Dr #1004 - TC Doc Fee Expense	Menaged/Loans	Property Expenses - HOA Fees		23.00	55,697.72
WF 6124	06/13/17	Deposit	Wire	Daniel Smith	Payoff of Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	350,000.00		405,697.72
WF 6124	06/13/17	Deposit	Wire	Daniel Smith	Payoff of Loan 8109 - 319 W Sunland	DenSco/Loans	Loan 8109 - 319 W Sunland	8,750.00		414,447.72
WF 6124	06/13/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	414,432.72
WF 6124	06/15/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181		350,000.00	64,432.72
WF 6124	06/15/17	Check	1092	Maricopa County Treasurer	707 E Potter Dr - 2013-2016 Property Taxes	Menaged/Loans	Property Expenses - Taxes		8,902.84	55,529.88
WF 6124	06/16/17	Check	1093	Simon Consulting, LLC	9555 E Raintree Dr #1004 - Property Insurance	Menaged/Loans	Property Expenses - Insurance		685.00	54,844.88
WF 6124	06/26/17	Check	1094	Ladera Vista HOA	9555 E Raintree Dr #1004 - July Assessment	Menaged/Loans	Property Expenses - HOA Fees		270.00	54,574.88
WF 6124	06/26/17	Check	1096	Arroyo Rojo HOA	707 E Potter Dr - June Assessment	Menaged/Loans	Property Expenses - HOA Fees		39.50	54,535.38
WF 6124	06/27/17	Deposit	4378	Surplus Asset Management, Inc.	Net furniture sale proceeds through 06/06/17 - Gross Collections	Menaged/FK	FK Income - Furniture Sales	72,706.44		127,241.82
WF 6124	06/27/17	Deposit	4378	Surplus Asset Management, Inc.	Net furniture sale proceeds through 06/06/17 - Commission	Menaged/FK	FK Expenses - Auctioneer Commissions		10,905.97	116,335.85
WF 6124	07/07/17	Check	1095	SBMC Van Buren Industrial, LLC	45th Ave Warehouse: 08/01/17-08/31/17	Menaged/FK	FK Expenses - Rent		5,648.00	110,687.85
WF 6124	07/11/17	Deposit	Wire	Daniel Smith	Payoff of Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	45,000.00		155,687.85
WF 6124	07/11/17	Deposit	Wire	Daniel Smith	Payoff of Loan 7342 - 2021 W Adam	DenSco/Loans	Loan 7342 - 2021 W Adam	1,620.00		157,307.85
WF 6124	07/11/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	157,292.85
WF 6124	07/11/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	157,289.85
WF 6124	07/14/17	Deposit	4829177	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		160,739.85
WF 6124	07/14/17	Deposit	4829145	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		164,189.85
WF 6124	07/14/17	Deposit	4829145	Rimovsky Investments, LLC	Reimbursement of bank fee for NSF check	DenSco/Admin	Bank Service Charges	12.00		164,201.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		165,933.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		167,058.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		168,183.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		169,308.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		170,208.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		170,958.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	750.00		171,708.85

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**Exhibit 1**

Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		172,458.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		173,208.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		173,808.85
WF 6124	07/21/17	Deposit	79955	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		174,333.85
WF 6124	07/24/17	Check	1097	Altep California, LLC	Invoice No. 50030178	DenSco/Admin	Document Processing & Record Req.		113.42	174,220.43
WF 6124	07/24/17	Check	1098	Ladera Vista HOA	9555 E Raintree Dr #1004 - August Assessment	Managed/Loans	Property Expenses - HOA Fees		270.00	173,950.43
WF 6124	07/24/17	Check	1099	Arroyo Rojo HOA	707 E Potter Dr - July Assessment	Managed/Loans	Property Expenses - HOA Fees		39.50	173,910.93
WF 6124	07/24/17	Check	1100	Southwest Bond Services, Inc.	Bond No. 41349758	DenSco/Admin	Receivership Bond		500.00	173,410.93
WF 6124	07/24/17	Check	1101	Fredenberg Beams	Foreclosure Expense - 9103 E Charter Oak	Managed/Loans	Property Expenses - Foreclosure Fees		45.00	173,365.93
WF 6124	07/27/17	Deposit	4417	Surplus Asset Management, Inc.	Net furniture sale proceeds through 06/28/17 - Gross Collections	Managed/FK	FK Income - Furniture Sales	42,388.36		215,754.29
WF 6124	07/27/17	Deposit	4829288	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		219,204.29
WF 6124	07/27/17	Deposit	287626	Seneca Insurance Company, Inc.	Premium refund for cancellation of coverage on 27th Ave wrhs.	Managed/FK	FK Expenses - Insurance	602.00		219,806.29
WF 6124	07/27/17	Deposit	4417	Surplus Asset Management, Inc.	Net furniture sale proceeds through 06/28/17 - Commission	Managed/FK	FK Expenses - Auctioneer Commissions		6,358.25	213,448.04
WF 6124	08/03/17	Deposit	Wire	Jace Sanders/Mike Moore	Payoff of Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	50,000.00		263,448.04
WF 6124	08/03/17	Deposit	698203990	Daniel Smith	Interest on Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	3,450.00		266,898.04
WF 6124	08/03/17	Deposit	Wire	Jace Sanders/Mike Moore	Payoff of Loan 5050 - 9613 N 10th	DenSco/Loans	Loan 5050 - 9613 N 10th	1,775.00		268,673.04
WF 6124	08/03/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	268,658.04
WF 6124	08/07/17	Deposit	Wire	Daniel Smith	Payoff of Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	115,000.00		383,658.04
WF 6124	08/07/17	Deposit	Wire	Daniel Smith	Payoff of Loan 7999 - 1227 W Pima	DenSco/Loans	Loan 7999 - 1227 W Pima	1,437.50		385,095.54
WF 6124	08/07/17	Check	EFT	Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	385,080.54
WF 6124	08/09/17	Check	1102	Simon Consulting, LLC	April 2017 Receivership Fees	DenSco/Admin	Receivership Fees		41,643.53	343,437.01
WF 6124	08/09/17	Check	1102	Simon Consulting, LLC	May 2017 Receivership Fees	DenSco/Admin	Receivership Fees		51,513.48	291,923.53
WF 6124	08/09/17	Check	1103	Gutilla Murphy Anderson, PC	April 2017 Receivership Fees	DenSco/Admin	Legal Fees		29,882.22	262,041.31
WF 6124	08/09/17	Check	1103	Gutilla Murphy Anderson, PC	May 2017 Receivership Fees	DenSco/Admin	Legal Fees		35,374.30	226,667.01
WF 6124	08/09/17	Check	1104	Frazer Ryan Goldberg & Arnold, LLP	April 2017 Receivership Fees	DenSco/Admin	Legal Fees		8,411.50	218,255.51
WF 6124	08/09/17	Check	1104	Frazer Ryan Goldberg & Arnold, LLP	May 2017 Receivership Fees	DenSco/Admin	Legal Fees		3,513.75	214,741.76
WF 6124	08/09/17	Check	1105	Snell & Wilmer, LLP	December 2016 Receivership Fees	DenSco/Admin	Legal Fees		4,964.00	209,777.76
WF 6124	08/09/17	Check	1105	Snell & Wilmer, LLP	April 2017 Receivership Fees	DenSco/Admin	Legal Fees		20,223.00	189,554.76
WF 6124	08/09/17	Check	1105	Snell & Wilmer, LLP	May 2017 Receivership Fees	DenSco/Admin	Legal Fees		13,887.00	175,667.76
WF 6124	08/17/17	Check	1106	Altep California, LLC	Invoice No. 50030483	DenSco/Admin	Document Processing & Record Req.		45.18	175,622.58
WF 6124	08/17/17	Check	1107	Ladera Vista HOA	9555 E Raintree Dr #1004 - September Assessment	Managed/Loans	Property Expenses - HOA Fees		270.00	175,352.58
WF 6124	08/30/17	Check	1108	Fredenberg Beams	Foreclosure Expense - 707 E Potter	Managed/Loans	Property Expenses - Foreclosure Fees		71.50	175,281.08
WF 6124	08/30/17	Check	1109	Arroyo Rojo HOA	707 E Potter Dr - August Assessment	Managed/Loans	Property Expenses - HOA Fees		39.50	175,241.58
WF 6124	09/06/17	Deposit	311187	Great American Title Agency, Inc.	Sale of Property Re: Loan 4604 - 707 E Potter	Managed/Loans	Loan 4604 - 707 E Potter	245,223.63		420,465.21
WF 6124	09/06/17	Deposit	4829500	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		423,915.21
WF 6124	09/06/17	Deposit	289658	Seneca Insurance Company, Inc.	Refund on 45th Ave warehouse insurance policy no. RMP4700019	Managed/FK	FK Expenses - Insurance	749.00		424,664.21
WF 6124	09/06/17	Deposit	289659	Seneca Insurance Company, Inc.	Refund on 45th Ave warehouse insurance policy no. RUP4700003	Managed/FK	FK Expenses - Insurance	140.00		424,804.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		426,536.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		428,268.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		429,393.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		430,518.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		431,643.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		432,768.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		433,893.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		435,018.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		435,918.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		436,818.21

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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		437,568.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		438,318.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		439,068.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		439,818.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		440,568.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		441,318.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		441,918.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		442,518.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		443,043.21
WF 6124	09/11/17	Deposit	7585	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		443,568.21
WF 6124	09/11/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	443,565.21
WF 6124	09/13/17	Check	1110	Simon Consulting, LLC	June 2017 Receivership Fees	DenSco/Admin	Receivership Fees		45,667.07	397,898.14
WF 6124	09/13/17	Check	1110	Simon Consulting, LLC	Reimbursement for fees paid to Forensics Consulting Solutions, LLC	Menaged/Loans	IT Forensic Fees		15,703.56	382,194.58
WF 6124	09/13/17	Check	1111	Gutilla Murphy Anderson, PC	June 2017 Receivership Fees	DenSco/Admin	Legal Fees		22,993.64	359,200.94
WF 6124	09/13/17	Check	1112	Frazer Ryan Goldberg & Arnold, LLP	June 2017 Receivership Fees	DenSco/Admin	Legal Fees		19,619.50	339,581.44
WF 6124	09/13/17	Check	1113	Snell & Wilmer, LLP	June 2017 Receivership Fees	DenSco/Admin	Legal Fees		13,356.00	326,225.44
WF 6124	09/14/17	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	130,000.00		456,225.44
WF 6124	09/14/17	Check	1114	Densco Investment Corp.	Transfer to AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		430,000.00	26,225.44
WF 6124	09/15/17	Deposit	75003273	United States Treasury	Refund of Photocopy Request Fee	DenSco/Admin	Document Processing & Record Req.	250.00		26,475.44
WF 6124	09/15/17	Deposit	4948481	American Modern Select Ins. Co.	707 E Potter Dr - Premium refund after sale of ppty	Menaged/Loans	Property Expenses - Insurance	76.93		26,552.37
WF 6124	09/15/17	Check	1115	Osborn Maledon, PA	DenSco v. Clark Hill, PLC - Flat Fee	DenSco/Admin	Legal Fees		20,000.00	6,552.37
WF 6124	09/19/17	Deposit	5111	SBMC Van Buren Industrial, LLC	Refund of overpayment for 45th Ave wrhs rent	Menaged/FK	FK Expenses - Rent	5,648.00		12,200.37
WF 6124	09/25/17	Deposit	918714	Snell & Wilmer, LLP	Refund of overpayment for legal fees (see ck #1007)	DenSco/Admin	Legal Fees	5,119.00		17,319.37
WF 6124	10/02/17	Check	1116	Ladera Vista HOA	9555 E Raintree Dr #1004 - October Assessment	Menaged/Loans	Property Expenses - HOA Fees		270.00	17,049.37
WF 6124	10/02/17	Check	1117	Altep California, LLC	Invoice No. 50031227	DenSco/Admin	Document Processing & Record Req.		2,084.25	14,965.12
WF 6124	10/02/17	Check	1117	Altep California, LLC	Invoice No. 50031287	DenSco/Admin	Document Processing & Record Req.		139.66	14,825.46
WF 6124	10/05/17	Deposit	1296106855	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		18,275.46
WF 6124	10/10/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	18,272.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		20,004.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		21,129.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		22,254.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		23,379.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		24,279.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		25,029.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		25,779.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		26,529.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		27,129.46
WF 6124	10/18/17	Deposit	81895	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		27,654.46
WF 6124	10/30/17	Deposit	4559	Surplus Asset Management, Inc.	Net furniture sale proceeds through 09/25/17 - Gross Collections	Menaged/FK	FK Income - Furniture Sales	42,141.46		69,795.92
WF 6124	10/30/17	Deposit	4559	Surplus Asset Management, Inc.	Net furniture sale proceeds through 09/25/17 - Commission	Menaged/FK	FK Expenses - Auctioneer Commissions		6,321.22	63,474.70
WF 6124	10/30/17	Deposit	4559	Surplus Asset Management, Inc.	Net furniture sale proceeds through 09/25/17 - Auction Expenses	Menaged/FK	FK Expenses - Auctioneer Expenses		6,239.66	57,235.04
WF 6124	11/01/17	Transfer	EFT	Densco Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	85,000.00		142,235.04
WF 6124	11/01/17	Check	1119	Simon Consulting, LLC	July 2017 Receivership Fees	DenSco/Admin	Receivership Fees		23,151.40	119,083.64
WF 6124	11/01/17	Check	1119	Simon Consulting, LLC	August 2017 Receivership Fees	DenSco/Admin	Receivership Fees		21,722.97	97,360.67
WF 6124	11/01/17	Check	1120	Gutilla Murphy Anderson, PC	July 2017 Receivership Fees	DenSco/Admin	Legal Fees		29,949.00	67,411.67
WF 6124	11/01/17	Check	1120	Gutilla Murphy Anderson, PC	August 2017 Receivership Fees	DenSco/Admin	Legal Fees		36,005.77	31,405.90
WF 6124	11/01/17	Check	1121	Frazer Ryan Goldberg & Arnold, LLP	July 2017 Receivership Fees	DenSco/Admin	Legal Fees		6,672.00	24,733.90
WF 6124	11/01/17	Check	1121	Frazer Ryan Goldberg & Arnold, LLP	August 2017 Receivership Fees	DenSco/Admin	Legal Fees		9,472.00	15,261.90



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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	11/01/17	Check	1122	Snell & Wilmer, LLP	July 2017 Receivership Fees	DenSco/Admin	Legal Fees		2,835.00	12,426.90
WF 6124	11/01/17	Check	1122	Snell & Wilmer, LLP	August 2017 Receivership Fees	DenSco/Admin	Legal Fees		4,725.00	7,701.90
WF 6124	11/01/17	Check	1118	Ladera Vista HOA	9555 E Raintree Dr #1004 - November Assessment	Managed/Loans	Property Expenses - HOA Fees		270.00	7,431.90
WF 6124	11/08/17	Check	1123	Altep California, LLC	Invoice No. 50030259	DenSco/Admin	Document Processing & Record Req.		57.95	7,373.95
WF 6124	11/08/17	Check	1123	Altep California, LLC	Invoice No. 50031782	DenSco/Admin	Document Processing & Record Req.		57.34	7,316.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		9,048.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		10,173.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		11,298.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		12,423.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		13,323.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		14,073.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		14,823.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		15,573.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		16,173.61
WF 6124	11/15/17	Deposit	83970	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		16,698.61
WF 6124	12/01/17	Deposit	2799	Christopher Harvey	Ponzi Winner Settlement Proceeds	DenSco/Admin	Ponzi Winner Settlement Proceeds	4,000.00		20,698.61
WF 6124	12/01/17	Deposit	5435	Karen Quigley	Ponzi Winner Settlement Proceeds	DenSco/Admin	Ponzi Winner Settlement Proceeds	10,712.40		31,411.01
WF 6124	12/05/17	Deposit	416821	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		34,861.01
WF 6124	12/05/17	Deposit	416822	Rimovsky Investments, LLC	Interest on Loan 5830 - 1412 W South Fork	DenSco/Loans	Loan 5830 - 1412 W South Fork	3,450.00		38,311.01
WF 6124	12/06/17	Check	1124	Ladera Vista HOA	9555 E Raintree Dr #1004 - December Assessment	Managed/Loans	Property Expenses - HOA Fees		270.00	38,041.01
WF 6124	12/08/17	Check	EFT	Wells Fargo Bank	Online Deposit Detail & Images Fee	DenSco/Admin	Bank Service Charges		3.00	38,038.01
WF 6124	12/11/17	Transfer	EFT	DenSCO Investment Corp.	Transfer from WF Savings	DenSco/Admin	Transfer - Wells Fargo Savings 6181	50,000.00		88,038.01
WF 6124	12/11/17	Check	1125	Simon Consulting, LLC	September 2017 Receivership Fees	DenSco/Admin	Receivership Fees		22,638.05	65,399.96
WF 6124	12/11/17	Check	1126	Gutilla Murphy Anderson, PC	September 2017 Receivership Fees	DenSco/Admin	Legal Fees		49,412.97	15,986.99
WF 6124	12/11/17	Check	1127	Frazer Ryan Goldberg & Arnold, LLP	September 2017 Receivership Fees	DenSco/Admin	Legal Fees		7,485.50	8,501.49
WF 6124	12/11/17	Check	1128	Snell & Wilmer, LLP	September 2017 Receivership Fees	DenSco/Admin	Legal Fees		756.00	7,745.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 5794 - 2010 N Lindsay	DenSco/Loans	Loan 5794 - 2010 N Lindsay	1,732.00		9,477.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 5046 - 1606 W Culver	DenSco/Loans	Loan 5046 - 1606 W Culver	1,125.00		10,602.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 5051 - 1017 N Los Robles	DenSco/Loans	Loan 5051 - 1017 N Los Robles	1,125.00		11,727.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 8083 - 110 N 2nd	DenSco/Loans	Loan 8083 - 110 N 2nd	1,125.00		12,852.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 7686 - 23210 S Sossaman	DenSco/Loans	Loan 7686 - 23210 S Sossaman	900.00		13,752.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 5048 - 6307 W Clarendon	DenSco/Loans	Loan 5048 - 6307 W Clarendon	750.00		14,502.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 6418 - 2329 N 69th	DenSco/Loans	Loan 6418 - 2329 N 69th	750.00		15,252.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 7359 - 2615 E Portland	DenSco/Loans	Loan 7359 - 2615 E Portland	750.00		16,002.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 5052 - 4604 N 9th	DenSco/Loans	Loan 5052 - 4604 N 9th	600.00		16,602.49
WF 6124	12/12/17	Deposit	83974	Jace Sanders/Mike Moore	Interest on Loan 6796 - 215 S 5th	DenSco/Loans	Loan 6796 - 215 S 5th	525.00		17,127.49
WF 6124	12/15/17	Wire		Great American Title Agency, Inc.	Sale of Property Re: Loan 3883 - 9555 E Raintree #1004	Managed/Loans	Loan 3883 - 9555 E Raintree #1004	43,122.09		60,249.58
WF 6124	12/15/17	EFT		Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	60,234.58
WF 6124	12/15/17	Check	Wire	DenSCO Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290	4,500,000.00		4,560,234.58
WF 6124	12/15/17	EFT		Wells Fargo Bank	Wire Transfer Service Charge	DenSco/Admin	Bank Service Charges		15.00	4,560,219.58
WF 6124	12/15/17	Check	1129	Altep California, LLC	Invoice No. 50032301	DenSco/Admin	Document Processing & Record Req.		58.36	4,560,161.22
WF 6124	12/15/17	Check	1129	Altep California, LLC	Invoice No. 50032081	DenSco/Admin	Document Processing & Record Req.		50.82	4,560,110.40
WF 6124	12/18/17	Check	1130	William & Helene Alber Family Trust	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		5,593.02	4,554,517.38
WF 6124	12/18/17	Check	1131	Craig & Tomie Brown Living Trust	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		41,740.59	4,512,776.79
WF 6124	12/18/17	Check	1132	Desert Classic Investments, LLC	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		108,159.35	4,404,617.44
WF 6124	12/18/17	Check	1133	Steven G. & Mary E. Bunker Estate	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		76,223.52	4,328,393.92
WF 6124	12/18/17	Check	1134	Anthony Burdett - IRA	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		65,507.40	4,262,886.52
WF 6124	12/18/17	Check	1135	Kennen Burkhardt	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,515.58	4,249,370.94
WF 6124	12/18/17	Check	1136	Kennen Burkhardt - IRA	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		56,498.58	4,192,872.36
WF 6124	12/18/17	Check	1137	Warren & Fay Bush	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		21,767.75	4,171,104.61
WF 6124	12/18/17	Check	1138	Mary Butler - IRA	DenSCO Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		39,692.61	4,131,412.00

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Wells Fargo Checking Account 6124 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	12/18/17	Check	1139	Van Butler	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		26,140.60	4,105,271.40
WF 6124	12/18/17	Check	1140	Van Butler - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		39,692.61	4,065,578.79
WF 6124	12/18/17	Check	1141	Thomas & Sara Byrne 2008 Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		20,909.30	4,044,669.49
WF 6124	12/18/17	Check	1142	Gretchen P. Carrick Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		20,599.10	4,024,070.39
WF 6124	12/18/17	Check	1143	Erin P. Carrick Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		19,048.00	4,005,022.39
WF 6124	12/18/17	Check	1144	Averill Cate, Jr. & Mary Kris McIlwaine	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		9,706.40	3,995,315.99
WF 6124	12/18/17	Check	1145	Arden & Nina Chittick Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		36,360.76	3,958,955.23
WF 6124	12/18/17	Check	1146	Chittick Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		70,003.47	3,888,951.76
WF 6124	12/18/17	Check	1147	Cohen Revocable Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		20,749.86	3,868,201.90
WF 6124	12/18/17	Check	1148	Dori Ann Davis Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		31,010.54	3,837,191.36
WF 6124	12/18/17	Check	1149	Glen Davis	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		66,601.60	3,770,589.76
WF 6124	12/18/17	Check	1150	Glen Davis - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		31,620.64	3,738,969.12
WF 6124	12/18/17	Check	1151	Samantha Davis	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		4,899.12	3,734,070.00
WF 6124	12/18/17	Check	1152	Jack Davis	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		10,732.68	3,723,337.32
WF 6124	12/18/17	Check	1153	Scott D. Detota	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		17,280.77	3,706,056.55
WF 6124	12/18/17	Check	1154	Amy Lee Dirks - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		10,871.68	3,695,184.87
WF 6124	12/18/17	Check	1155	Bradley Mark Dirks - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		25,105.54	3,670,079.33
WF 6124	12/18/17	Check	1156	Non Lethal Defense, Inc.	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		8,299.94	3,661,779.39
WF 6124	12/18/17	Check	1157	Dupper Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		75,636.97	3,586,142.42
WF 6124	12/18/17	Check	1158	Todd F. Einck Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		16,479.28	3,569,663.14
WF 6124	12/18/17	Check	1159	Stacy Grant - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,685.60	3,556,977.54
WF 6124	12/18/17	Check	1160	Russ Griswold	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		8,299.94	3,548,677.60
WF 6124	12/18/17	Check	1161	Russ Griswold - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,698.19	3,534,979.41
WF 6124	12/18/17	Check	1162	Michael & Diana Gumbert Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		66,399.54	3,468,579.87
WF 6124	12/18/17	Check	1163	Robert & Elizabeth Hahn Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		37,289.85	3,431,290.02
WF 6124	12/18/17	Check	1164	Ralph L. Hey	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		7,729.88	3,423,560.14
WF 6124	12/18/17	Check	1165	Dale & Kathy Hickman	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		96,349.70	3,327,210.44
WF 6124	12/18/17	Check	1166	Craig & Samantha Hood	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		142,089.51	3,185,120.93
WF 6124	12/18/17	Check	1167	Doris & Levester Howze	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		6,639.95	3,178,480.98
WF 6124	12/18/17	Check	1168	Bill Hughes	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		10,374.93	3,168,106.05
WF 6124	12/18/17	Check	1169	Bill Hughes - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		49,719.92	3,118,386.13
WF 6124	12/18/17	Check	1170	Judy Hughes - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		21,649.75	3,096,736.38
WF 6124	12/18/17	Check	1171	Indieke Revocable Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		527,032.02	2,569,704.36
WF 6124	12/18/17	Check	1172	James K. Jetton	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		6,847.77	2,562,856.59
WF 6124	12/18/17	Check	1173	Ralph Kaiser - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		37,263.33	2,525,593.26
WF 6124	12/18/17	Check	1174	Mary Kent	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		36,380.38	2,489,212.88
WF 6124	12/18/17	Check	1175	Paul A. Kent Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		20,665.83	2,468,547.05
WF 6124	12/18/17	Check	1176	Robert Z. Koehler - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		25,234.04	2,443,313.01
WF 6124	12/18/17	Check	1177	LeRoy Kopel Revocable Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		7,464.69	2,435,848.32
WF 6124	12/18/17	Check	1178	LeRoy Kopel - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		22,654.44	2,413,193.88
WF 6124	12/18/17	Check	1179	Robert F. Lawson	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,670.31	2,399,523.57
WF 6124	12/18/17	Check	1180	Wayne J. Ledet - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		37,566.39	2,361,957.18
WF 6124	12/18/17	Check	1181	Wayne J. Ledet - Roth IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,504.32	2,348,452.86
WF 6124	12/18/17	Check	1182	Wayne J. Ledet Revocable Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		41,743.86	2,306,709.00
WF 6124	12/18/17	Check	1183	Terry & Lil Lee	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		8,299.94	2,298,409.06
WF 6124	12/18/17	Check	1184	The Lee Group, Inc.	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		24,899.83	2,273,509.23
WF 6124	12/18/17	Check	1185	Lillian Lent - Roth IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		5,679.12	2,267,830.11
WF 6124	12/18/17	Check	1188	Manuel A. Lent - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,500.71	2,254,329.40
WF 6124	12/18/17	Check	1189	William & W. Jean Locke	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		15,709.61	2,238,619.79
WF 6124	12/18/17	Check	1190	BLL Capital, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,449.91	2,226,169.88
WF 6124	12/18/17	Check	1191	LJL Capital, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		14,882.66	2,211,287.22
WF 6124	12/18/17	Check	1195	Jim McArdle	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		44,037.34	2,167,249.88

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Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6124	12/18/17	Check	1196	James & Lesley McCoy Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		33,199.77	2,134,050.11
WF 6124	12/18/17	Check	1197	Caro McDowell Revocable Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		25,863.38	2,108,186.73
WF 6124	12/18/17	Check	1198	The Marvin G. Miller & Patricia S. Mille	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		142,550.37	1,965,636.36
WF 6124	12/18/17	Check	1199	Kaylene Moss - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		37,017.48	1,928,618.88
WF 6124	12/18/17	Check	1200	Moss Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,084.04	1,915,534.84
WF 6124	12/18/17	Check	1201	Muscat Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		41,499.71	1,874,035.13
WF 6124	12/18/17	Check	1202	Brian & Janice Odenthal	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		19,232.56	1,854,802.57
WF 6124	12/18/17	Check	1203	Brian Odenthal - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		9,665.20	1,845,137.37
WF 6124	12/18/17	Check	1204	Jolene Page	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		251,433.23	1,593,704.14
WF 6124	12/18/17	Check	1205	Valerie Paxton	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		82,796.51	1,510,907.63
WF 6124	12/18/17	Check	1206	Marlene Pearce - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		14,272.69	1,496,634.94
WF 6124	12/18/17	Check	1209	Jeff Phalen - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		54,517.42	1,442,117.52
WF 6124	12/18/17	Check	1210	Phalen Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		74,618.37	1,367,499.15
WF 6124	12/18/17	Check	1211	Preston Revocable Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,183.42	1,354,315.73
WF 6124	12/18/17	Check	1212	Pete Rzonca	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		20,179.20	1,334,136.53
WF 6124	12/18/17	Check	1213	JoAnn Sanders	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		9,255.47	1,324,881.06
WF 6124	12/18/17	Check	1214	Schloz Family 1998 Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		15,488.30	1,309,392.76
WF 6124	12/18/17	Check	1215	Mary Schloz	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		16,161.88	1,293,230.88
WF 6124	12/18/17	Check	1216	Stanley Schloz	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		16,243.82	1,276,987.06
WF 6124	12/18/17	Check	1217	GB 12, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,306.81	1,264,680.25
WF 6124	12/18/17	Check	1218	Annette Scroggin - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		21,601.56	1,243,078.69
WF 6124	12/18/17	Check	1219	Annette Scroggin - Roth IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		6,923.84	1,236,154.85
WF 6124	12/18/17	Check	1220	Michael Scroggin	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,449.91	1,223,704.94
WF 6124	12/18/17	Check	1221	Michael Scroggin - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		53,426.87	1,170,278.07
WF 6124	12/18/17	Check	1222	Michael Scroggin - Roth IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,330.67	1,157,947.40
WF 6124	12/18/17	Check	1223	William Stewart Sherriff	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,359.46	1,145,587.94
WF 6124	12/18/17	Check	1224	Saltire, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,359.46	1,133,228.48
WF 6124	12/18/17	Check	1225	Gary E. Siegford & Corrina C. Esvelt-Sie	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		97,324.70	1,035,903.78
WF 6124	12/18/17	Check	1226	Gary D. & Judith E. Siegford	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		42,718.47	993,185.31
WF 6124	12/18/17	Check	1227	Branson & Sandra Smith Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		28,892.39	964,292.92
WF 6124	12/18/17	Check	1228	Branson Smith - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		34,040.96	930,251.96
WF 6124	12/18/17	Check	1229	Donald E. & Lucinda Sterling	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		3,398.68	926,853.28
WF 6124	12/18/17	Check	1230	Nancy Swirtz	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		9,077.39	917,775.89
WF 6124	12/18/17	Check	1231	Long Time Holdings, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		135,210.66	782,565.23
WF 6124	12/18/17	Check	1232	Coralee Thompson	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		192,895.51	589,669.72
WF 6124	12/18/17	Check	1233	Gary L. Thompson	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		170,189.27	419,480.45
WF 6124	12/18/17	Check	1234	James Trainor	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		46,596.21	372,884.24
WF 6124	12/18/17	Check	1235	Stephen D. Tuttle	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		12,147.26	360,736.98
WF 6124	12/18/17	Check	1236	Wade Underwood	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		13,453.20	347,283.78
WF 6124	12/18/17	Check	1237	Laurie A. Weiskopf - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		6,731.46	340,552.32
WF 6124	12/18/17	Check	1238	Thomas D. Weiskopf - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		2,078.50	338,473.82
WF 6124	12/18/17	Check	1239	Carol J. Wellman	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		11,302.80	327,171.02
WF 6124	12/18/17	Check	1240	Carol J. Wellman - Roth IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		5,829.39	321,341.63
WF 6124	12/18/17	Check	1241	Wellman Family Living Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		9,189.47	312,152.16
WF 6124	12/18/17	Check	1242	Brian & Carla Wenig Family Trust	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		15,247.50	296,904.66
WF 6124	12/18/17	Check	1243	Mark & Debbie Wenig	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		34,450.84	262,453.82
WF 6124	12/18/17	Check	1244	Angels Investments, LLC	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		25,668.29	236,785.53
WF 6124	12/18/17	Check	1245	Michael Zones	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		38,692.35	198,093.18
WF 6124	12/18/17	Check	1246	Leslie Jones	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		28,334.29	169,758.89
WF 6124	12/18/17	Check	1247	Leslie Jones - IRA	DenSco Receivership - 1st Interim Distribution	DenSco/Admin	Investor Distributions		33,168.21	136,590.68
SUBTOTAL								12,947,122.96	12,810,532.28	

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**Exhibit 1**

Wells Fargo Savings Account 6181										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
WF 6181	12/05/16	Transfer	EFT	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	500,000.00		500,000.00
WF 6181	12/13/16	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		200,000.00	300,000.00
WF 6181	12/29/16	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		125,000.00	175,000.00
WF 6181	12/30/16	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	15.32		175,015.32
WF 6181	12/30/16	Deposit	EFT	Wells Fargo Bank	Federal Tax Withheld from Interest Income	DenSco/Admin	Federal Tax WH from Interest		4.28	175,011.04
WF 6181	01/30/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		150,000.00	25,011.04
WF 6181	01/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	8.43		25,019.47
WF 6181	01/31/17	Deposit	EFT	Wells Fargo Bank	Federal Tax Withheld from Interest Income	DenSco/Admin	Federal Tax WH from Interest		2.36	25,017.11
WF 6181	02/08/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		15,000.00	10,017.11
WF 6181	02/28/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	0.58		10,017.69
WF 6181	03/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	0.42		10,018.11
WF 6181	04/30/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	0.41		10,018.52
WF 6181	05/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	0.43		10,018.95
WF 6181	06/15/17	Transfer	EFT	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	350,000.00		360,018.95
WF 6181	06/30/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	9.66		360,028.61
WF 6181	07/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	18.35		360,046.96
WF 6181	08/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	18.34		360,065.30
WF 6181	09/14/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		130,000.00	230,065.30
WF 6181	09/29/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	13.91		230,079.21
WF 6181	10/31/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	11.73		230,090.94
WF 6181	11/01/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		85,000.00	145,090.94
WF 6181	11/30/17	Deposit		Wells Fargo Bank	Interest	DenSco/Admin	Interest Income	7.15		145,098.09
WF 6181	12/11/17	Transfer	EFT	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		50,000.00	95,098.09
<b>SUBTOTAL</b>								<b>850,104.73</b>	<b>755,006.64</b>	

Arizona Business Bank Checking Account 9290										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
ABB 9290	08/26/16	Check	1002	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	500,000.00		500,000.00
ABB 9290	09/06/16	Check	1004	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	1,900,000.00		2,400,000.00
ABB 9290	09/20/16	Transfer	EFT	Densco Investment Corp.	Transfer to AZ Business Bank ICS	DenSco/Admin	Transfer - AZ Bus Bank ICS 8267		2,150,000.00	250,000.00
ABB 9290	09/20/16	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		9.70	249,990.30
ABB 9290	10/11/16	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,965.30
ABB 9290	11/08/16	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,940.30
ABB 9290	11/09/16	Check	1016	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	2,000,000.00		2,249,940.30
ABB 9290	11/09/16	Transfer	EFT	Densco Investment Corp.	Transfer to AZ Business Bank ICS	DenSco/Admin	Transfer - AZ Bus Bank ICS 8267		1,999,940.30	250,000.00
ABB 9290	12/24/16	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,975.00
ABB 9290	12/29/16	Check	1025	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	800,000.00		1,049,975.00
ABB 9290	01/04/17	Transfer	EFT	Densco Investment Corp.	Transfer to AZ Business Bank ICS	DenSco/Admin	Transfer - AZ Bus Bank ICS 8267		799,975.00	250,000.00
ABB 9290	01/11/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,975.00
ABB 9290	02/21/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,950.00
ABB 9290	03/09/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		25.00	249,925.00
ABB 9290	03/14/17	Check	1002	Gutilla Murphy Anderson, PC	December 2016 Receivership Fees	DenSco/Admin	Legal Fees		58,566.05	191,358.95
ABB 9290	03/14/17	Check	1001	Simon Consulting, LLC	December 2016 Receivership Fees	DenSco/Admin	Receivership Fees		54,969.29	136,389.66
ABB 9290	03/14/17	Check	1004	Snell & Wilmer, LLP	December 2016 Receivership Fees	DenSco/Admin	Legal Fees		5,119.00	131,270.66
ABB 9290	03/14/17	Check	1003	Frazer Ryan Goldberg & Arnold, LLP	December 2016 Receivership Fees	DenSco/Admin	Legal Fees		4,012.00	127,258.66
ABB 9290	04/10/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		20.50	127,238.16
ABB 9290	04/26/17	Check	1005	Gutilla Murphy Anderson, PC	February 2017 Receivership Fees	DenSco/Admin	Legal Fees		34,268.28	92,969.88
ABB 9290	04/26/17	Check	1007	Snell & Wilmer, LLP	February 2017 Receivership Fees	DenSco/Admin	Legal Fees		28,743.00	64,226.88
ABB 9290	04/26/17	Check	1006	Frazer Ryan Goldberg & Arnold, LLP	February 2017 Receivership Fees	DenSco/Admin	Legal Fees		15,914.00	48,312.88
ABB 9290	04/26/17	Check	1007	Snell & Wilmer, LLP	January 2017 Receivership Fees	DenSco/Admin	Legal Fees		9,001.50	39,311.38
ABB 9290	04/26/17	Check	1007	Snell & Wilmer, LLP	December 2016 Receivership Fees (double paid in error)	DenSco/Admin	Legal Fees		5,119.00	34,192.38



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**Exhibit 1**

Arizona Business Bank Checking Account 9290 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
ABB 9290	05/31/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		12.70	34,179.68
ABB 9290	07/31/17	Check	EFT	Arizona Business Bank	AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges		3.41	34,176.27
ABB 9290	08/31/17	Deposit	EFT	Arizona Business Bank	Refund of AA ChargesCO/AZ Biz Bank CCD	DenSco/Admin	Bank Service Charges	3.41		34,179.68
ABB 9290	09/14/17	Check	1114	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	430,000.00		464,179.68
ABB 9290	12/11/17	Transfer	EFT	Densco Investment Corp.	Transfer to AZ Business Bank ICS	DenSco/Admin	Transfer - AZ Bus Bank ICS 8267		214,179.68	250,000.00
ABB 9290	12/15/17	Transfer	EFT	Densco Investment Corp.	Transfer from AZ Business Bank ICS	DenSco/Admin	Transfer - AZ Bus Bank ICS 8267	4,500,000.00		4,750,000.00
ABB 9290	12/15/17	Check	Wire	Densco Investment Corp.	Transfer to WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124		4,500,000.00	250,000.00
SUBTOTAL								10,130,003.41	9,880,003.41	

Arizona Business Bank ICS Account 8267										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
ABB 8267	09/20/16	Transfer	EFT	Densco Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290	2,150,000.00		2,150,000.00
ABB 8267	09/30/16	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	194.36		2,150,194.36
ABB 8267	10/31/16	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	273.90		2,150,468.26
ABB 8267	11/01/16	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	2,150,403.26
ABB 8267	11/09/16	Transfer	EFT	Densco Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290	1,999,940.30		4,150,343.56
ABB 8267	11/30/16	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	437.63		4,150,781.19
ABB 8267	12/24/16	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,150,716.19
ABB 8267	12/31/16	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	528.75		4,151,244.94
ABB 8267	01/03/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,151,179.94
ABB 8267	01/04/17	Transfer	EFT	Densco Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290	799,975.00		4,951,154.94
ABB 8267	01/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	617.55		4,951,772.49
ABB 8267	02/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,951,707.49
ABB 8267	02/28/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	569.74		4,952,277.23
ABB 8267	03/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,952,212.23
ABB 8267	03/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	630.82		4,952,843.05
ABB 8267	04/03/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,952,778.05
ABB 8267	04/30/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	610.48		4,953,388.53
ABB 8267	05/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,953,323.53
ABB 8267	05/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	630.98		4,953,954.51
ABB 8267	06/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,953,889.51
ABB 8267	06/30/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	610.64		4,954,500.15
ABB 8267	07/03/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,954,435.15
ABB 8267	07/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	631.11		4,955,066.26
ABB 8267	08/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,955,001.26
ABB 8267	08/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	631.19		4,955,632.45
ABB 8267	09/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	4,955,567.45
ABB 8267	09/14/17	Transfer	EFT	Densco Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290	214,179.68		5,169,747.13
ABB 8267	09/30/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	624.93		5,170,372.06
ABB 8267	10/02/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	5,170,307.06
ABB 8267	10/31/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	658.59		5,170,965.65
ABB 8267	11/01/17	Check	EFT	Arizona Business Bank	Service Charge	DenSco/Admin	Bank Service Charges		65.00	5,170,900.65
ABB 8267	11/30/17	Deposit		Arizona Business Bank	Interest	DenSco/Admin	Interest Income	637.39		5,171,538.04
ABB 8267	12/15/17	Transfer		Densco Investment Corp.	Transfer from AZ Business Bank Checking	DenSco/Admin	Transfer - AZ Bus Bank Ckg 9290		4,500,000.00	671,538.04
SUBTOTAL								5,172,383.04	4,500,845.00	

National Bank of Arizona Money Market 3910										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
NBAZ 3910	08/26/16	Check	1003	Densco Investment Corp.	Transfer from WF Checking	DenSco/Admin	Transfer - Wells Fargo Ckg 6124	240,000.00		240,000.00
NBAZ 3910	10/31/16	Check	EFT	National Bank of Arizona	Paper Statement Fee	DenSco/Admin	Bank Service Charges		5.00	239,995.00
NBAZ 3910	11/30/16	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	12.43		240,007.43
NBAZ 3910	12/30/16	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	13.81		240,021.24

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National Bank of Arizona Money Market 3910 (Continued)										
Account	Date	Type	Num	Name	Memo	Class	Category	Deposit	Withdrawal	Balance
NBAZ 3910	01/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	14.73		240,035.97
NBAZ 3910	02/28/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	12.89		240,048.86
NBAZ 3910	03/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	14.27		240,063.13
NBAZ 3910	04/30/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	12.89		240,076.02
NBAZ 3910	05/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	15.19		240,091.21
NBAZ 3910	06/30/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	13.81		240,105.02
NBAZ 3910	07/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	14.27		240,119.29
NBAZ 3910	08/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	14.28		240,133.57
NBAZ 3910	09/29/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	13.36		240,146.93
NBAZ 3910	10/31/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	14.74		240,161.67
NBAZ 3910	11/30/17	Deposit		National Bank of Arizona	Interest	DenSco/Admin	Interest Income	13.82		240,175.49
SUBTOTAL								240,180.49	5.00	
TOTAL								<u>29,339,794.63</u>	<u>27,946,392.33</u>	
Cash Balance as of 12/20/17:										<u>1,393,402.30</u>