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

11  
12 SECURITIES AND EXCHANGE  
COMMISSION,

13 Plaintiff,

14 vs.

15 DIVERSIFIED LENDING GROUP,  
16 INC.; APPLIED EQUITIES, INC.; AND  
BRUCE FRIEDMAN,

17 Defendants,  
18  
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) Case No. CV 09-01533-R (SSx)

) **ORDER APPROVING**  
) **SETTLEMENT BETWEEN**  
) **RECEIVER AND WENDY ANN**  
) **MEHLMAN**

) [No hearing requested]

21 The Court having considered the Ex Parte Application to Approve Settlement  
22 Agreement between Receiver and Wendy Ann Mehlman; Memorandum of Points  
23 and Authorities; Declarations of David A. Gill and Michael G. D'Alba  
24 ("Application") filed by David A. Gill, the Receiver ("Receiver") in the above-  
25 captioned case, and no opposition having been filed, and good cause appearing:

26 **IT IS HEREBY ORDERED THAT:**

- 27  
28 1. The Receiver's Application is APPROVED.

1           2.     The terms and provisions of the *Settlement Agreement* ("Agreement"), a  
2 copy of which is attached as Exhibit "2" to the Declaration of David A. Gill in  
3 support of the Application are hereby approved.

4           3.     The Receiver is authorized to settle the Dispute, as that term is defined  
5 in the Application and Agreement, with Wendy Mehlman ("Mehlman").

6           4.     The Receiver is authorized to execute all documents and otherwise take  
7 all actions the Receiver deems necessary and appropriate to effectuate the settlement.

8           5.     Within 60 days of the entry of this order, Mehlman shall pay the  
9 Receiver \$39,124, in good funds.

10          6.     Should Mehlman fail to withdraw any proofs of claim that Mehlman  
11 filed against the Receivership estate within five business days of the entry of this  
12 order, such claims shall be deemed to have been withdrawn.

13          7.     The United States District Court for the Central District of California  
14 shall retain jurisdiction to enforce the Agreement.

15          8.     The form and manner of notice of the Application provided by the  
16 Receiver is appropriate.

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18 Dated: January 23, 2012

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MANUEL L. REAL  
United States District Judge

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**PROOF OF SERVICE**

I, Cheryl Caldwell, declare:

I am employed by the law firm of Danning, Gill, Diamond & Kollitz, LLP, in the County of Los Angeles, State of California. I am employed in the office of a member of the bar of this court at whose direction the service was made. I am over the age of 18 years and am not a party to the within action. My business address is 1900 Avenue of the Stars, 11<sup>th</sup> Floor, Los Angeles, California 90067.

On January 23, 2012, I served the following document(s): **[PROPOSED ORDER] APPROVING SETTLEMENT BETWEEN RECEIVER AND WENDY ANN MEHLMAN** on the interested parties addressed as follows:

SEE ATTACHED SERVICE LIST

(By Mail) I placed the document for collection and deposit in the mail. I am familiar with this firm's practice for the collection and processing of correspondence for mailing. Under that practice, the document would be placed in a sealed envelope and deposited with the U.S. Postal Service on that same day with postage thereon fully prepaid at 1900 Avenue of the Stars, 11<sup>th</sup> Floor, Los Angeles, California 90067-4402 in the ordinary course of business. The documents served were placed in sealed envelopes and placed for collection and mailing following ordinary business practices.

(Electronic Mail) By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list.

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

Executed on January 23, 2012, at Los Angeles, California.

Cheryl Caldwell  
\_\_\_\_\_  
(Type or print name)

/s/ Cheryl Caldwell  
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(Signature)

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**SERVICE LIST**

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