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General Counsel Legal Services Exhibit "C"

DIVERSIFIED LENDING GROUP
ANALYSIS OF JANUARY, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS						TOTAL HOURS	TOTAL FEES	BLENDED RATE BY CATEGORY
	KBP	GES	RKD	GGM	MGD	JRR			
AA (Asset Analysis)	4.70	5.80	0.00	7.30	0.50	2.90	21.20	\$9,078.00	\$356.00
CA (Case Administration)	0.80	1.00	0.00	0.20	0.40	0.00	2.40	\$1,269.00	\$222.63
CL (Claims Administration/ Objections)	0.50	0.00	0.00	0.00	0.00	0.00	0.50	\$290.00	\$580.00
FA (Fee/Employment Applications)	0.60	0.10	0.00	0.00	0.00	0.00	0.70	\$412.00	\$374.55
L-5 (Action Wobble, Inc.)	0.30	0.00	0.00	0.00	0.00	0.00	0.30	\$174.00	\$580.00
L-6 (All New Materials)	0.40	0.00	0.00	0.00	0.00	0.00	0.40	\$232.00	\$580.00
L-7 (Bethany Holdings, et al.)	0.30	0.90	0.00	0.00	0.00	0.00	1.20	\$750.00	\$625.00
L-8 (Brown Field Business Park)	0.00	0.40	0.00	0.00	0.00	0.00	0.40	\$256.00	\$640.00
L-9 (Consolidated Healthcare Services, Inc.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-11 (Las Flores, LLC)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-15 (RWWSI, Inc.)	0.10	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-16 (VSB, LLC)	1.00	0.00	0.00	0.00	0.00	0.00	1.00	\$580.00	\$580.00
L-17 (Wind Options)	0.10	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-18 (Jackson National)	0.20	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-19 (Wells Fargo Letters of Credit)	0.00	0.90	0.00	0.00	9.60	0.00	10.50	\$3,264.00	\$305.05
L-21 (Steve Nicklaus)	0.00	0.90	0.00	0.00	0.00	0.00	0.90	\$576.00	\$640.00
L-22 (Seyed Azimi)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-23 (Liliana & Miguel Cortez)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-24 (Coastal Ventures)	0.20	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-25 (Zooland/ Uhharrie Partners)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-27 (Club Acquisition (CAC))	0.20	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-29 (82475 Windgate)	0.10	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-30(KidFresh)	0.30	0.00	0.00	0.00	0.00	0.00	0.30	\$174.00	\$580.00
L-31 (Elizabeth Versten/Mazzarino's)	0.00	9.10	0.00	71.00	0.00	1.50	81.60	\$24,931.50	\$301.83
L-32 (Dr. Robert Fields)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-33 (Robert Knight)	1.30	0.00	0.00	0.00	0.00	0.00	1.30	\$754.00	\$580.00
L-38 (RF Surgical Systems)	0.20	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-40 (Sam Bell Fitness Judgment)	0.20	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-43 (Claims against Karen O'Callaghan)	0.00	7.90	0.00	5.40	0.00	0.50	13.80	\$6,584.50	\$470.32
L-44 (Claims against Bruce Friedman)	0.30	1.50	0.00	0.30	0.00	0.00	2.10	\$1,213.50	\$527.61
L-48 (Potential Claims 1)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-51 (Charles Fabish Note)	0.30	0.00	0.00	0.00	0.00	0.00	0.30	\$174.00	\$580.00

DIVERSIFIED LENDING GROUP
ANALYSIS OF JANUARY, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS						TOTAL HOURS	TOTAL FEES	BLENDING RATE BY CATEGORY
L-53 (Mark Friedman)	0.10	0.00	0.00	1.80	0.00	0.00	1.90	\$535.00	\$281.58
L-54 (Diane Dubois Kovats)	2.20	0.00	0.00	0.00	0.00	0.30	2.50	\$1,334.50	\$533.80
L-56 (Sue Krembs/ IBF)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-58 (Michael Kaplan)	0.10	1.40	0.00	0.00	0.40	0.00	1.90	\$1,066.00	\$561.05
L-59 (Voyager)	0.60	0.80	0.00	0.00	0.00	0.00	1.40	\$860.00	\$614.29
L-60 (Kevin Mehlman)	0.10	0.00	0.00	0.40	0.00	0.00	0.50	\$164.00	\$328.00
L-61 (Net Jets)	0.00	0.00	0.00	0.00	0.20	0.00	0.20	\$56.00	\$280.00
L-63 (Cancun Property)	0.90	0.00	0.00	2.00	0.00	0.00	2.90	\$1,052.00	\$362.76
L-66 (Claims against the Sitomers)	0.20	1.60	0.00	7.50	0.00	0.00	9.30	\$3,127.50	\$336.29
L-68 (Investor Litigation)	0.30	2.90	0.00	0.00	9.30	0.00	12.50	\$4,634.00	\$370.72
L-69 (Contingency Litigation)	2.60	0.50	0.00	0.00	0.00	0.00	3.10	\$1,828.00	\$365.60
L-70 (Lender's Depot)	0.00	1.20	0.00	0.50	10.10	0.00	11.80	\$3,728.50	\$310.71
L-71 (Potential Claims 2)	0.50	0.00	0.00	0.00	0.00	0.00	0.50	\$290.00	\$580.00
L-72 (PetroReal Oil Corp)	0.00	0.00	0.00	0.50	0.20	0.00	0.70	\$188.50	\$235.63
L-73 (Friedman Family Complaint)	0.00	1.70	0.00	0.00	3.30	0.00	5.00	\$2,012.00	\$386.92
TOTALS	19.70	38.60	0.00	96.90	34.00	5.20	194.40	\$72,342.50	\$356.89
*Name of Professional	*Professional	*Hourly Rate							
Richard K. Diamond	Partner	\$660.00							
George E. Schulman	Partner	\$640.00							
Kathy Bazoian Phelps	Partner	\$580.00							
Michael G. D'Alba	Associate	\$280.00							
Gilbert G. Mikalian	Associate	\$265.00							
Jessica R. Ramos	Paralegal	\$195.00							

DIVERSIFIED LENDING GROUP
ANALYSIS OF FEBRUARY, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS								TOTAL HOURS	TOTAL FEES	BLENDED RATE BY CATEGORY
	KBP	GES	RKD	EPI	GGM	MGD	VGR	JRR			
AA (Asset Analysis)	3.10	1.60	0.00	0.40	0.00	0.00	0.00	1.80	6.90	\$3,405.00	\$442.21
AD (Asset Disposition)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
CA (Case Administration)	1.40	0.00	0.00	0.00	1.50	0.00	0.00	0.00	2.90	\$1,209.50	\$417.07
CL (Claims Administration/ Objections)	1.10	0.00	0.00	0.00	0.30	0.00	0.00	0.00	1.40	\$717.50	\$512.50
FA (Fee/Employment Applications)	0.00	0.00	0.00	0.00	0.00	0.00	1.80	0.00	1.80	\$351.00	\$195.00
L-5 (Action Wobble, Inc.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-6 (All New Materials)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-7 (Bethany Holdings, et al.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-8 (Brown Field Business Park)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-9 (Consolidated Healthcare Services, Inc.)	0.50	0.30	0.00	0.00	0.00	0.00	0.00	0.00	0.80	\$482.00	\$602.50
L-11 (Las Flores, LLC)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-15 (RWSI, Inc.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-16 (VSB, LLC)	0.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.90	\$522.00	\$580.00
L-17 (Wind Options)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-18 (Jackson National)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-19 (Wells Fargo Letters of Credit)	0.00	0.20	0.00	0.00	0.00	0.20	0.00	0.00	0.40	\$184.00	\$460.00
L-21 (Steve Nicklaus)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-22 (Seyed Azimi)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-23 (Liliana & Miguel Cortez)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-24 (Coastal Ventures)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-25 (Zooland/ Uhharrie Partners)	0.20	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.20	\$116.00	\$580.00
L-26 (Bermuda Dunes (Mitsch Nursery))	0.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.30	\$174.00	\$580.00
L-27 (Club Acquisition (CAC))	1.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.10	\$638.00	\$580.00
L-29 (82475 Windgate)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-30 (KidFresh)	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	\$580.00	\$580.00
L-31 (Elizabeth Versten/Mazzarino's)	0.00	22.90	0.00	0.00	52.90	0.00	0.00	0.00	75.80	\$28,674.50	\$365.28
L-32 (Dr. Robert Fields)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-33 (Robert Knight)	1.90	0.00	0.00	0.00	7.60	0.00	0.00	0.00	9.50	\$3,116.00	\$321.24
L-36 (B.R.A.T. Entertainment)	0.00	0.10	0.00	0.00	0.10	0.00	0.00	0.00	0.20	\$90.50	\$452.50
L-38 (RF Surgical Systems)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-40 (Sam Bell Fitness Judgment)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-43 (Claims against Karen O'Callaghan)	0.00	3.70	0.00	0.00	23.40	0.00	0.00	0.00	27.10	\$8,569.00	\$313.88

DIVERSIFIED LENDING GROUP
ANALYSIS OF FEBRUARY, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS								TOTAL HOURS	TOTAL FEES	BLENDED RATE BY CATEGORY
L-44 (Claims against Bruce Friedman)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-48 (Potential Claims 1)	0.10	0.50	0.00	0.00	0.00	0.60	0.00	0.00	1.20	\$546.00	\$455.00
L-51 (Charles Fabish Note)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-53 (Mark Friedman)	1.60	0.00	0.00	0.00	1.70	0.00	0.00	0.00	3.30	\$1,378.50	\$417.73
L-54 (Diane Dubois Kovats)	0.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.40	\$232.00	\$580.00
L-56 (Sue Krembs/ IBF)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-58 (Michael Kaplan)	0.10	0.80	0.00	0.00	0.00	0.00	0.00	0.00	0.90	\$570.00	\$633.33
L-59 (Voyager)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-60 (Kevin Mehlman)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-61 (Net Jets)	0.00	0.00	0.00	0.00	0.00	0.10	0.00	0.00	0.10	\$28.00	\$280.00
L-63 (Cancun Property)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-65 (Shawna Friedman, Claims against)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.20	0.20	\$39.00	\$195.00
L-66 (Claims against the Sitomers)	0.00	1.20	0.00	0.00	14.60	0.00	0.00	0.00	15.80	\$4,637.00	\$293.48
L-68 (Investor Litigation)	0.00	0.90	0.00	0.00	0.00	2.70	0.00	0.00	3.60	\$1,332.00	\$370.00
L-69 (Contingency Litigation)	1.20	0.50	0.00	0.00	0.00	0.10	0.00	0.00	1.80	\$1,044.00	\$580.00
L-70 (Lender's Depot)	0.00	0.10	0.00	0.00	0.00	4.70	0.00	0.00	4.80	\$1,380.00	\$287.50
L-71 (Potential Claims 2)	3.30	1.70	0.00	0.00	0.00	0.50	0.00	0.00	5.50	\$3,142.00	\$571.27
L-72 (PetroReal Oil Corp)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$0.00	\$0.00
L-73 (Friedman Family Complaint)	0.00	1.80	0.00	0.00	0.00	0.60	0.00	0.00	2.40	\$1,320.00	\$550.00
TOTALS	18.40	36.30	0.00	0.40	102.10	9.50	1.80	2.00	170.50	\$64,593.50	\$370.38
*Name of Professional	*Professional	*Hourly Rate									
Richard K. Diamond	Partner	\$660.00									
George E. Schulman	Partner	\$640.00									
Kathy Bazoian Phelps	Partner	\$580.00									
Michael G. D'Alba	Associate	\$280.00									
Gilbert G. Mikalian	Associate	\$265.00									
Jessica R. Ramos	Paralegal	\$195.00									

DIVERSIFIED LENDING GROUP
ANALYSIS OF MARCH, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS								TOTAL HOURS	TOTAL FEES	BLENDED RATE BY CATEGORY
	KBP	GES	RKD	EPI	GGM	MGD	VGR	JRR			
AA (Asset Analysis)	10.30	0.80	0.00	0.00	1.40	0.00	0.00	0.10	12.60	\$6,876.50	\$528.96
AD (Asset Disposition)	0.00	0.20	0.00	0.00	0.80	0.00	0.00	0.00	1.00	\$340.00	\$242.86
CA (Case Administration)	2.30	1.60	0.00	0.00	0.00	0.00	0.00	0.00	3.90	\$2,358.00	\$327.50
CL (Claims Administration/ Objections)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
FA (Fee/Employment Applications)	0.40	0.40	0.00	0.00	7.00	0.00	1.20	0.00	9.00	\$2,577.00	\$286.33
L-9 (Consolidated Healthcare Services Inc.)	0.10	2.40	0.00	0.00	0.00	0.00	0.00	0.00	2.50	\$1,594.00	\$637.60
L-10 (Desert Land Ventures III)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-11 (Las Flores, LLC)	0.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.40	\$232.00	\$580.00
L-16 (VSB, LLC)	1.40	0.00	0.00	0.00	6.00	0.00	0.00	0.00	7.40	\$2,402.00	\$316.05
L-17 (Wind Options)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$193.33
L-19 (Wells Fargo Letters of Credit)	0.00	0.00	0.00	0.00	0.00	0.30	0.00	0.00	0.30	\$84.00	\$280.00
L-22 (Seyed Azimi)	0.00	2.40	0.00	0.00	0.00	0.00	0.00	0.00	2.40	\$1,536.00	\$640.00
L-24 (Coastal Ventures)	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-25 (Zooland/ Uhharrie Partners)	0.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.30	\$174.00	\$580.00
L-26 (Zooland/ Uhharrie Partners)	0.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.90	\$522.00	\$580.00
L-27 (Club Acquisition (CAC))	0.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	\$58.00	\$580.00
L-30(KidFresh)	0.40	0.00	0.00	0.00	9.10	0.00	0.00	0.00	9.50	\$2,643.50	\$275.36
L-31 (Elizabeth Versten/Mazzarino's)	0.20	20.70	0.00	0.00	69.90	0.00	0.00	0.00	90.80	\$31,887.50	\$349.64
L-33 (Robert Knight)	0.40	0.00	0.00	0.00	3.30	0.00	0.00	0.00	3.70	\$1,106.50	\$299.05
L-38 (RF Surgical Systems)	0.10	1.50	0.00	0.00	0.00	0.00	0.00	0.00	1.60	\$1,018.00	\$636.25
L-42 (Kevin Keller re Willoughby house, Claim against)	0.00	2.20	0.00	0.00	0.00	0.00	0.00	0.00	2.20	\$1,408.00	\$640.00
L-43 (Claims against Karen O'Callaghan)	0.00	0.50	0.00	0.00	8.80	0.00	0.00	0.00	9.30	\$2,652.00	\$285.16
L-44 (Claims against Bruce Friedman)	0.40	0.60	0.00	0.00	0.00	0.00	0.00	0.00	1.00	\$616.00	\$440.00
L-48 (Potential Claims 1)	0.00	6.40	0.00	0.00	0.00	0.20	0.00	0.00	6.60	\$4,152.00	\$629.09
L-51 (Charles Fabish Note)	0.50	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.50	\$290.00	\$580.00
L-53 (Mark Friedman)	0.50	0.00	0.00	0.00	0.80	0.00	0.00	0.00	1.30	\$502.00	\$386.15
L-54 (Diane Dubois Kovats)	1.10	0.00	0.00	0.00	5.40	0.00	0.00	0.00	6.50	\$2,069.00	\$318.31
L-56 (Sue Krembs/ IBF)	1.40	0.20	0.00	0.00	0.30	0.00	0.00	0.00	1.90	\$1,019.50	\$536.58
L-58 (Michael Kaplan)	0.10	1.10	0.00	0.00	0.00	2.20	0.00	0.00	3.40	\$1,378.00	\$405.29
L-63 (Cancun Property)	0.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.90	\$522.00	\$580.00
L-66 (Claims against the Sitomers)	0.00	0.80	0.00	0.00	7.00	0.00	0.00	0.00	7.80	\$2,367.00	\$303.46
L-68 (Investor Litigation)	0.00	2.00	0.00	0.00	0.00	13.20	0.00	0.00	15.20	\$4,976.00	\$325.23
L-69 (Contingency Litigation)	3.20	0.50	0.00	0.00	0.00	0.00	0.00	0.00	3.70	\$2,176.00	\$402.96
L-70 (Lender's Depot)	0.00	11.80	0.00	0.00	0.00	19.00	0.00	0.00	30.80	\$12,872.00	\$394.85

DIVERSIFIED LENDING GROUP
ANALYSIS OF MARCH, 2011 BILLING RECORDS RE LEGAL WORK

ACTIVITY CODES	*ATTORNEYS/ PARALEGALS								TOTAL HOURS	TOTAL FEES	BLENDED RATE BY CATEGORY
L-71 (Potential Claims 2)	0.30	4.50	0.00	0.00	0.00	0.20	0.00	0.00	5.00	\$3,110.00	\$622.00
TOTALS	26.10	60.60	0.00	0.00	119.80	35.10	1.20	0.10	242.90	\$95,750.50	\$386.71
*Name of Professional	*Professional	*Hourly Rate									
Richard K. Diamond	Partner	\$660.00									
George E. Schulman	Partner	\$640.00									
Kathy Bazoian Phelps	Partner	\$580.00									
Michael G. D'Alba	Associate	\$280.00									
Gilbert G. Mikalian	Associate	\$265.00									
Jessica R. Ramos	Paralegal	\$195.00									

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LECG/BRG Forensic Accounting Services Exhibit "D"

Diversified Lending Group
January 1, 2011 through January 31, 2011

	A.	V.	D.	G.	A.	S.	L.	R.	T.	E.	R.	Total	Total	Blended	
	Belloff Calder Callaghan Dahl Garcia Hanson Larsen Laybourn Neilson Perry Strong											Hours	Fees	Rate	
1250	Responding to Receiver / Counsel Inquiries			0.4								2.3	\$702.50	\$305.43	
1260	Responding to Federal Agency / Investigator Inquiries		14					63.7				77.7	23,817.50	306.53	
1300	Court Reporting / Pleading Assistance			1.7				13.7			1.2	16.6	4,688.50	282.44	
1800	Computer Forensics / E-Discovery				2.4							2.4	480.00	200.00	
2000	Asset Identification / Preservation / Liquidation - General			4.1				7.5				11.6	3,907.50	336.85	
2040	Asset Identification / Preservation / Liquidation - Action Wobble			0.4								0.4	180.00	450.00	
2130	Asset Identification / Preservation / Liquidation - Bethany			1.6				1.6				3.2	1,160.00	362.50	
4000	Claim / Investor Analysis			4.9				8.4				13.3	4,515.00	339.47	
4010	Jackson National / American National Analysis							5.9				5.9	1,622.50	275.00	
5000	Litigation			7.8				29.8	0.4			38.0	11,965.00	314.87	
6000	Forensic Accounting							5.7				5.7	1,567.50	275.00	
7000	Tax Compliance / Planning	0.4	0.8		7.5			2.5	0.2			11.4	3,145.50	275.92	
9000	Case Administration	0.4	0.8	34.9	7.5	2.4	0.2	2.5	138.2	0.4	1.2	0.4	188.9	\$57,947.50	\$306.76

Diversified Lending Group
 February 1, 2011 through February 28, 2011

	V.	D.	G.	R.	T.	R.	Total	Total	Blended
	Calder	Callaghan	Dahl	Laybourn	Neilson	Strong	Hours	Fees	Rate
1250	Responding to Receiver / Counsel Inquires			6.5			6.5	\$1,787.50	\$275.00
1260	Responding to Federal Agency / Investigator Inquires			5.7			5.7	1,567.50	275.00
2090	Asset Identification / Preservation / Liquidation - Consolidated Health		1.6	1.6			3.2	1,160.00	362.50
4000	Claim / Investor Analysis		0.8				0.8	360.00	450.00
5000	Litigation		2.7	76.9	0.4		80.0	22,622.50	282.78
6000	Forensic Accounting			19.9			19.9	5,472.50	275.00
7000	Tax Compliance / Planning	1.0		1.9			2.9	981.50	338.45
9000	Case Administration					0.2	0.2	98.00	490.00
		1.0	5.1	1.9	110.6	0.4	119.2	\$34,049.50	\$285.65

Diversified Lending Group
 March 1, 2011 through March 31, 2011

		D. Callaghan	G. Dahl	V. Doran	R. Laybourn	T. Neilson	Total Hours	Total Fees	Blended Rate
1300	Court Reporting / Pleading Assistance				5.9		5.9	\$1,622.50	\$275.00
5000	Litigation	11.7		3.2		1.6	16.5	6,993.00	423.82
7000	Tax Compliance / Planning		1.7				1.7	399.50	235.00
		11.7	1.7	3.2	5.9	1.6	24.1	\$9,015.00	\$374.07

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Assets on hand Exhibit "E"

EXHIBIT "E"

SUMMARY OF REMAINING ASSETS

The following are assets remaining, not including pending and possible future litigation claims. Each is more fully described in previous reports.

A. Sales and Settlements in Process, not approved by Court during Reporting Period

1. Seyed Azimi - \$100,000 on net winners claim of \$276,000
2. Kidfresh LLC – sale is being documented to sell Receiver’s interest in this company
3. Robert Knight- settlement is being documented to resolve all claims against Mr. Knight
4. VSB Partners LLC- sale agreement has been approved by Court and the Receiver is awaiting the closing to receive his funds
5. Michael Kaplan is one of the defendants in the Friedman Family litigation. A settlement has been reached in principle to be documents and presented to the court for approval.
6. Mark Friedman issued me a \$6 million promissory note in settlement of a claim for a \$6 million transfer; principal balance due as of March 31, 2011 is \$5,783,333.33.

B. Owned valuable real property listed for sale

1. Bermuda Dunes – 3.28 acres of real property in Riverside County, free and clear; letter of intent for sale has been executed
2. Cancun Condominium (1/2 interest) in condominium listed for sale along with that of co-owner; interest secured by mortgage
3. Club Acquisition and associated guarantees- is a promissory note for \$4.2 million, with a current principal balance of about \$3.7 million, secured by real property in Mexico, and guaranteed. There are numerous impediments to realization of the collateral and collection of the guarantees and negotiations are ongoing.
4. Zooland / Banjo Creek – recreational vehicle park in Randolph County, North Carolina; acquired by foreclosure, environmental issues limit value but require a sale because of possible estate liability if the situation is not resolved by me or a purchaser. I have been trying to sell this subject to the environmental issues and am in negotiation with several interested parties.

5. Voyager – the receiver continue to hold pledged stock in this publicly traded company, awaiting a refinance by that company so that the Receiver can be paid off. The Receiver has entered into a tolling agreement.
6. Robert Fields: This person is paying the Receiver monthly on a \$175,000 settlement of a \$250,000 claim. \$71,000 has been paid thus far. DLG had loaned him \$250,000.

C. Investments with significant potential value; not suitable for liquidation and not requiring significant expenses in interim and which may ultimately have to be satisfied or settled by the other owners or investors

1. Consolidated Healthcare Systems - Estate owns 49.25% of this company, which provides imaging services in a number of health facilities.
2. Desert Land Ventures III LLC. – Estate owns 40% of entity which owns 400 acres of vacant land in San Bernardino County.
3. Metropolitan Airpark (former Brown Field) - Estate owns a 25% interest in the proceeds received by f Distinctive Products Inc., the 50% owner of this entity.
4. RDLG (Linville Development) - The estate owns a 36.11% interest in this entity, formed to develop and market a golf course and residential development. Efforts to sell said interest are ongoing.
5. RockDoc LLC –The Estate owns a 35% interest in this entity, created to develop a documentary film production, current being shown on public TV.
6. Wind Options LLC: 15% interest in this company and has claims to another 5% held by Gary Friedman. The assets of the company are of minimal value and both the assets and the business do not appear to be marketable. DLG invested \$4.3 million into this business.

D. Rights in property claimed by Bruce Friedman

1. I hold art claimed by Bruce Friedman. Also Bruce Friedman owns a residence that I cannot allege belongs to me but which I believe will help to satisfy any judgments I obtain against him.

E. Miscellaneous receivables and investments, believed unsalable but collectible in whole or in part

1. Fabish, Charles; Note receivable for \$100,000. He is paying the Receiver monthly settlement payments of \$1,000 and \$9,000 has been paid so far.
2. Arevalo, Omar: Note receivable for \$110,000. The Receiver has received payment of \$2,750 so far on this note.

3. Anticipated distribution from bankruptcy trustee of Karen O'Callaghan: Secured claim in the bankruptcy case of Ms. O'Callaghan in excess of \$1.3 million upon the sale of real property in Tarzana, California, and about \$80,000 from the sale of a house in Iowa in which the estate is in first position. The Tarzana house is listed for sale but has not been sold. The Receiver expects that he will collect no more than about \$200,000 on the sale of the house. The estate also has obtained entry of default against O'Callaghan on its non-dischargeability lawsuit.

F. Receivables and investments to be held on passive basis and will be disposed of per order of court to be sought at the time of closing.

1. Action Wobble: the Receiver holds a disputed 2% interest in this company that appears to have no value.
2. All New Materials: the Receiver holds a 65% interest in this company that has been shut down and liquidated. DLG invested \$950,000 into this business.
3. Bethany Holding Group / Bethany Legend Oaks, LLC: These companies appear to be out of business. DLG invested over \$14 million into these businesses.
4. Cortez, Liliana and Miguel A.: Note receivable for \$50,000 secured by deed of trust
5. Goad, Steve: Note receivable for \$75,000 secured by deed of trust\
6. Hallmark Medical: Note and deed of trust for \$3.25 million
7. Innovative Card Technologies: the Receiver owns 50,000 common and reportedly 25,000 warrant shares, which appear to be nearly worthless. DLG invested \$50,000 into this company.
8. RF Surgical Systems: The Receiver owns 75,757 share of common stock and warrants which appear to be worthless. DLG invested \$250,000 into this company.
9. RWSI, Inc.: The Receiver holds a 50% interest in this company that appears to be out of business or does not otherwise have assets or operations from which to return the \$3,275,000 which was invested by DLG in this company.
10. Sam Bell Fitness, LLC: Diversified had a judgment in the face amount of \$561,200, but which it, incredibly, agreed with Mr. Bell could be paid at monthly payments of \$50.
11. Steve Nickolas: Note and deed of trust for \$250,000.
12. XND Technologies: DLG held shares in this company that were tendered for shares of Nutripure Beverages, Inc. stock, which is worthless.

G. Litigation Portfolio

The several pieces of litigation are being prosecuted with special attention to negotiation of settlements where there are justified. I am not itemizing such items in this report. They are all set forth at my website: www.diversifiedreceivership.com

1 PROOF OF SERVICE

2 I, Cindy Cripe, declare:

3 I am employed by the law firm of DANNING, GILL, DIAMOND &
4 KOLLITZ, LLP, in the County of Los Angeles, State of California. I am employed
5 in the office of a member of the bar of this court at whose direction the service was
6 made. I am over the age of 18 years and am not a party to the within action. My
7 business address is 2029 Century Park East, Third Floor, Los Angeles, California
8 90067-2904.

9 On April 26, 2011, I served the following document(s): **RECEIVER'S**
10 **QUARTERLY REPORT (QUARTER ENDING MARCH 31, 2011)**
11 on the interested parties addressed as follows:

12 [SEE ATTACHED SERVICE LIST.]

13 (By Mail) I placed the document for collection and deposit in the mail. I am familiar
14 with this firm's practice for the collection and processing of correspondence for
15 mailing. Under that practice, the document would be placed in a sealed envelope and
16 deposited with the U.S. Postal Service on that same day with postage thereon fully
17 prepaid at 2029 Century Park East, Third Floor, Los Angeles, California 90067-
18 2904, in the ordinary course of business. The documents served were placed in
19 sealed envelopes and placed for collection and mailing following ordinary business
20 practices.

21 (By Email) I caused the document to be transmitted electronically to the parties listed
22 on the following page.

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

25 Executed on April 26, 2011, at Los Angeles, California.

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Cindy Cripe
(Type or print name)


(Signature)

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