

## **Receivership Update**

Dated: July 23, 2019

In an effort to keep all interested parties informed about the Receivership's current status, the Receiver files quarterly Status Reports with the Court. These Status Reports provide a summary of the Receivership's ongoing efforts and are always posted on the Receiver's website:

*Receiver's Second Quarterly Status Report (04/30/2019)*

*Receiver's Initial Status Report (01/31/2019)*

In addition to these Status Reports, the summary below outlines the Receivership's current efforts. A more in-depth update on the Receivership's activities during this last quarter (April 2019 –June 2019) will be set forth in the *Receiver's Third Quarterly Status Report*, which will be posted to the Receiver's website on July 31, 2019.

### Liquidation of Assets

Over the past several months, the Receiver and his team have been working to liquidate the various real and personal property within the Receivership Estate. At this time, the Receiver has made notable progress on this front and has successfully sold a large portion of the Receivership's assets. The Receiver continues to work towards liquidating the remainder of the Receivership property and anticipates this process will be ongoing for some time.

As part of these efforts, the Receiver has filed a motion with the United States District Court seeking approval to liquidate the Rust Rare Coin Inc. inventory, which consists of coins, Mormon money, paper currency, bullion, and other miscellaneous items. That motion is still pending before the Court. At this time, the Receiver is currently reviewing all objections received in response to that motion and plans to file a response to these objections with the Court in the coming weeks. Once the Receiver's response is filed, the Court will set a hearing at which the Court will rule on these objections.

### Claims Process

The Receiver and his team have diligently been preparing and finalizing a claims process that will be used to identify claimants of the Receivership Estate. The Receiver anticipates filing a motion asking the Court to approve these claim procedures within the next several weeks. Once the Court approves these procedures, notice of how and when to file a claim will be sent out to all interested parties.

### Claw Back Actions

The Receiver and his accountants have also been working to identify and initiate negotiations with "net winners." As part of these efforts, the Receivership team has subpoenaed relevant documents from various individuals and is reviewing the questionnaires that were sent out earlier this year. While this process is still ongoing, the Receiver is hopeful that many of the funds received by these "net winners" will be returned to the Receivership Estate without having to initiate litigation.