

**EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
BALANCE SHEET
August 31, 2010**

ASSETS

Current Assets		
Cash in Bank	\$	38,658
Accrued Interest Receivable		32,193
Total Current Assets		<u>\$ 70,851</u>
Loan Portfolio		
Mortgage Loans held	\$	813,682
Loans in Process & Advanced Costs	\$	15,579
Allowance for Foreclosed Assets		<u>(11,456)</u>
		\$ 817,805
Other Assets		
Real Estate Owned	\$	1,837,455
Software	\$	2,712
Bond - Certificate of Deposit		<u>10,000</u>
Total Other Assets		<u>\$ 1,850,167</u>
Total Assets		<u><u>\$2,738,823</u></u>

LIABILITIES AND EQUITY

Current Liabilities		
Accrued Expenses - Attorney for Receiver	\$	53,696
Accrued Expenses - Receiver		<u>184,652</u>
Total Current Liabilities		\$ 238,348
Long Term Liabilities		
Prior Years Uncleared Checks	\$	<u>6,188</u>
Total Long Term Liabilities		\$6,188
Total Liabilities		\$244,536
Total Members' Equity		<u>\$2,494,287</u>
Total Liabilities and Members' Equity		<u><u>\$ 2,738,823</u></u>

OK
9/13/10

**EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
INCOME STATEMENT
FOR THE EIGHT MONTHS ENDED AUGUST 31, 2010**

Revenue		
Interest Income	\$	<u>33,445</u>
Total Revenue	\$	33,445
Operating Expenses		
Accounting/Bus Operations - Receiver		64,004
Advance Insurance		
Attorney Expenses - Receiver		22,242
Bad Debt		-
Bank Service Charges		2,971
Foreclosed Asset Expense		3,226
Licenses, Fees & Permits		-
Litigation Response - Receiver		-
Loan Documentation		-
Loan Servicing - FCI		460
Miscellaneous		-
Office Expense		8,701
REO Costs		289,188
Taxes		-
Tax Issues - Receiver		-
Total Operating Expenses	\$	<u>390,792</u>
Net Ordinary Income		<u>(357,347)</u>
Other Income/(Expense)		
Other Income		5,758
Interest Other		-
Other Expense		-
Net Other Income/(Expense)		<u>5,758</u>
Net Income	\$	<u><u>(351,589)</u></u>

EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
RECAP OF MEMBERS EQUITY
FOR THE TIME PERIOD 01/01/02 THROUGH 8/31/10

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>Y-T-D</u> <u>2010</u>	<u>Totals</u>
Members' Equity at Beginning of Year	-0-	\$ 3,774,359	\$ 10,646,176	\$ 15,269,624	\$ 15,003,527	\$ 15,840,643	\$ 9,105,176	\$ 5,421,079	\$ 2,960,982	
Capital Contributions	\$ 4,215,807	8,080,495	8,014,408	0	0	0	0	0	0	20,310,710
Net Income	97,702	520,460	721,953	1,147,862	2,790,958	70,881	(1,842,715)	(1,412,698)	(351,589)	1,742,814
Distributions to Members	(124,574)	(908,462)	(1,570,242)	(857,856)	(992,290)	(687,881)	(532,188)	(486,199)	(115,105)	(6,319,057)
Withdrawals to Members	(182,734)	(426,570)	(2,140,175)	(556,103)	(973,373)	(6,214,386)	(1,309,194)	(561,200)	0	(12,522,146)
Rounding				1			0	0	0	2
Syndication Costs	<u>(231,842)</u>	<u>(394,106)</u>	<u>(402,496)</u>	-	11,821	95,918	0	0	0	<u>(920,705)</u>

Members' Equity at End of Year	<u>\$ 3,774,359</u>	<u>\$ 10,646,176</u>	<u>\$ 15,269,624</u>	<u>\$ 15,003,527</u>	<u>\$ 15,840,643</u>	<u>\$ 9,105,176</u>	<u>\$ 5,421,079</u>	<u>\$ 2,960,982</u>	<u>\$ 2,494,288</u>	<u>\$ 2,291,618</u>
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Book Value of \$10,000 Investment	\$ 9,359	\$ 9,109	\$ 8,695	\$ 8,817	\$ 9,811	\$ 9,275	\$ 6,491	\$ 3,802	\$ -	
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