

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

**ASSETS**

<b>Current Assets</b>			
Cash in Bank	\$	55,228	
Accrued Interest Receivable		32,193	
<b>Total Current Assets</b>		<u>87,421</u>	<b>\$ 87,421</b>
<b>Loan Portfolio</b>			
Mortgage Loans held	\$	813,682	
Loans in Process & Advanced Costs	\$	11,952	
Allowance for Foreclosed Assets		<u>(11,456)</u>	
			<b>\$ 814,178</b>
<b>Other Assets</b>			
Real Estate Owned	\$	1,837,455	
Software	\$	2,712	
Bond - Certificate of Deposit		<u>10,000</u>	
<b>Total Other Assets</b>			<b>\$ 1,850,167</b>
<b>Total Assets</b>			<b><u><u>\$2,751,766</u></u></b>

**LIABILITIES AND EQUITY**

<b>Current Liabilities</b>			
Accrued Expenses - Attorney for Receiver	\$	53,262	
Accrued Expenses - Receiver		<u>179,216</u>	
<b>Total Current Liabilities</b>			<b>\$ 232,478</b>
<b>Long Term Liabilities</b>			
Prior Years Uncleared Checks	\$	<u>6,188</u>	
<b>Total Long Term Liabilities</b>			<b>\$6,188</b>
<b>Total Liabilities</b>			<b>\$238,666</b>
<b>Total Members' Equity</b>			<b><u>\$2,513,100</u></b>
<b>Total Liabilities and Members' Equity</b>			<b><u><u>\$ 2,751,766</u></u></b>

*OK to Post  
WA  
8/25/10*

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

<b>Revenue</b>		
Interest Income	\$	<u>30,207</u>
<b>Total Revenue</b>	<b>\$</b>	<b>30,207</b>
<b>Operating Expenses</b>		
Accounting/Bus Operations - Receiver		59,004
Advance Insurance		
Attorney Expenses - Receiver		21,896
Bad Debt		-
Bank Service Charges		2,734
Foreclosed Asset Expense		3,226
Licenses, Fees & Permits		-
Litigation Response - Receiver		-
Loan Documentation		-
Loan Servicing - FCI		445
Miscellaneous		-
Office Expense		8,178
REO Costs		273,259
Taxes		-
Tax Issues - Receiver		-
<b>Total Operating Expenses</b>	<b>\$</b>	<b><u>368,742</u></b>
<b>Net Ordinary Income</b>		<b><u>(338,535)</u></b>
<b>Other Income/(Expense)</b>		
Other Income		5,758
Interest Other		-
Other Expense		-
<b>Net Other Income/(Expense)</b>		<b><u>5,758</u></b>
<b>Net Income</b>	<b>\$</b>	<b><u><u>(332,777)</u></u></b>

**EMVEST MORTGAGE FUND LLC**  
**(A LIMITED LIABILITY COMPANY)**  
**RECAP OF MEMBERS EQUITY**  
**FOR THE TIME PERIOD 01/01/02 THROUGH 7/31/10**

	<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	20,310,710
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)	(332,777)	1,761,626
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>	<u>-</u>	<u>11,821</u>	<u>95,918</u>	<u>0</u>	<u>0</u>	<u>0</u>	<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>\$ 2,513,100</u>	<u>\$ 2,310,430</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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