

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
BALANCE SHEET  
September 30, 2011**

**ASSETS**

<b>Current Assets</b>		
Cash in Bank	\$ 530,333	
Accrued Interest Receivable	<u>-</u>	
<b>Total Current Assets</b>		<b>\$ 530,333</b>
<b>Loan Portfolio</b>		
Mortgage Loans held	\$ 85,000	
Allowance for Foreclosed Assets	<u>(6,955)</u>	
		<b>\$ 78,045</b>
<b>Other Assets</b>		
Real Estate Owned	\$ 644,846	
Bond - Certificate of Deposit	<u>10,000</u>	
<b>Total Other Assets</b>		<b>\$ 654,846</b>
<b>Total Assets</b>		<b><u><u>\$1,263,224</u></u></b>

**LIABILITIES AND EQUITY**

<b>Current Liabilities</b>		
Accrued Expenses - Attorney for Receiver	\$ 47,846	
Accrued Expenses - Receiver	<u>180,070</u>	
<b>Total Current Liabilities</b>		<b>\$ 227,916</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>\$234,104</b>
<b>Total Members' Equity</b>		<b><u>\$1,029,120</u></b>
<b>Total Liabilities and Members' Equity</b>		<b><u><u>\$ 1,263,224</u></u></b>

*[Handwritten Signature]*  
11-21-11

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
INCOME STATEMENT  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2011**

<b>Revenue</b>		
<b>Interest Income</b>	<b>\$</b>	<b>17,036</b>
		<hr/>
<b>Total Revenue</b>	<b>\$</b>	<b>17,036</b>
<b>Operating Expenses</b>		
<b>Accounting/Bus Operations - Receiver</b>		<b>36,725</b>
<b>Attorney Expenses - Receiver</b>		<b>7,625</b>
<b>Bad Debt</b>		<b>-</b>
<b>Bank Service Charges</b>		<b>2,187</b>
<b>Foreclosed Asset Expense</b>		<b>-</b>
<b>Licenses, Fees &amp; Permits</b>		<b>230</b>
<b>Loan Servicing - FCI</b>		<b>135</b>
<b>Miscellaneous</b>		<b>-</b>
<b>Office Expense</b>		<b>9,501</b>
<b>REO Costs</b>		<b>29,261</b>
<b>Taxes</b>		<b>1,400</b>
<b>Tax Issues - Receiver</b>		<b>-</b>
		<hr/>
<b>Total Operating Expenses</b>	<b>\$</b>	<b>87,064</b>
		<hr/>
<b>Net Ordinary Income</b>		<b>(70,028)</b>
		<hr/>
<b>Other Income/(Expense)</b>		
<b>Other Income</b>		<b>2,540</b>
<b>Interest Other</b>		<b>-</b>
<b>Other Expense</b>		<b>-</b>
		<hr/>
<b>Net Other Income/(Expense)</b>		<b>2,540</b>
		<hr/>
<b>Net Income</b>	<b>\$</b>	<b>(67,488)</b>
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**EMVEST MORTGAGE FUND LLC**  
**(A LIMITED LIABILITY COMPANY)**  
**RECAP OF MEMBERS EQUITY**

FOR THE TIME PERIOD 01/01/02 THROUGH 09/30/11

	2002	2003	2004	2005	2006	2007	2008	2009	2010	Y-T-D 2011	Totals
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	\$ 1,500,843	\$ 1,500,843
Capital Contributions	\$ 4,215,807	8,080,495	8,014,408	0	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)	(1,345,033)	(67,488)	681,882
Distributions to Members	(124,574)	(908,462)	(1,570,242)	(857,856)	(992,290)	(687,881)	(532,188)	(486,199)	(115,105)	(404,235)	(6,723,292)
Withdrawals to Members	(182,734)	(426,570)	(2,140,175)	(556,103)	(973,373)	(6,214,386)	(1,309,194)	(561,200)	0	0	(12,522,146)
Rounding						1	0	0	(1)	0	2
Syndication Costs	(231,842)	(394,106)	(402,496)	-	11,821	95,918	0	0	0	0	(920,705)
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>\$ 1,500,843</u>	<u>\$ 1,029,120</u>	<u>\$ 826,451</u>
Book Value of \$10,000 Investment	\$ 9,359	\$ 9,109	\$ 8,695	\$ 8,817	\$ 9,811	\$ 9,275	\$ 6,491	\$ 3,802	\$ -		