

IN THE UNITED STATES DISTRICT COURT  
FOR THE EASTERN DISTRICT OF TEXAS  
SHERMAN DIVISION

<p>SECURITIES AND EXCHANGE COMMISSION,</p> <p>Plaintiff, vs.</p> <p>TRAVIS E. CORRELL, individually and doing business as Horizon Establishment; et al.</p> <p>Defendants, and</p> <p>BANNER SHIELD, LLC; et al.</p> <p>Defendants Solely for Purposes of Equitable Relief.</p> <hr/>	<p style="text-align: center;"><b>Lead Case</b></p> <p style="text-align: center;">Case No.: 4:05-CV-472 RAS</p> <p style="text-align: center;"><b>Consolidated Case</b></p> <p style="text-align: center;">Case No.:4:07-cv-346 RAS</p>
<p>SECURITIES AND EXCHANGE COMMISSION,</p> <p>Plaintiff, vs.</p> <p>GLOBAL FINANCE &amp; INVESTMENTS, INC.; et al.</p> <p>Defendants, and</p> <p>USASSET &amp; FUNDING CORP.; et al.</p> <p>Defendants Solely for Purposes of Equitable Relief.</p>	<p style="text-align: center;"><b>RECEIVER'S REPORT REGARDING THE SECOND DISTRIBUTION IN CONSOLIDATED CASE OF GLOBAL FINANCE &amp; INVESTMENTS, INC.</b></p>

**RECEIVER'S REPORT REGARDING THE SECOND DISTRIBUTION IN  
CONSOLIDATED CASE OF GLOBAL FINANCE & INVESTMENTS, INC.**

The Receiver filed his Notice of Resolution of Pending Tax Issues and Intent to Make Distribution on October 7, 2009 (the "Notice"), in which he provided notice of his intent to make a second distribution to investors by October 16, 2009 and to close the receivership by December 6, 2009. (Dkt. # 449.) In accordance with the Notice, the Receiver mailed distribution checks to all investors with allowed claims in this case on October 15, 2009.

In the Notice, the Receiver stated that approximately \$187,246.46 would be retained in the Estate to cover one disputed and unresolved claim, fees and expenses associated with closing the receivership, and other contingencies that may arise prior to closing the receivership. When the funds were distributed on October 15, it was actually necessary for the Receiver to retain \$208,934.60 in the Estate. The \$21,688.14 difference in the amount retained is attributable to three things:

- 1) An additional \$20,800 was retained to cover the second distribution to the investor with the disputed and unresolved claim referenced in the Notice (the "Investor"). The estimated retention amount in the Notice (\$187,246.46) only accounted for the amount necessary to bring the Investor current with the distribution made to investors during the first round of distributions from the Estate. Once the Investor's claim is approved by the Court, he will also be entitled to a distribution to bring him current with the second distribution made to investors on October 15. Accordingly, the Receiver retained \$20,800 to cover this amount;
- 2) An additional \$1,215.09 in interest was posted to the Estate on October 15, the day that the checks were mailed to investors. Because the amounts for the checks had already been processed when the interest was posted, the interest was not included in the distribution; and
- 3) \$326.95 was paid out of the Estate after the date of the Notice to cover tax liability referenced in the Notice.

The Receiver still expects to close this case by December 6, 2009 and, to the extent there are unused funds in the Estate at the end of this case, those monies will be distributed to investors or

paid out in accordance with the provisions of the Plan for Claims Administration and Distribution of Proceeds (Dkt. # 370).

Respectfully submitted this 22nd day of October, 2009.

TROUTMAN SANDERS LLP

/s/ J. David Dantzler, Jr.

J. DAVID DANTZLER, JR.

Ga. State Bar No. 205125

CHARLES R. BURNETT

Ga. State Bar No. 396397

600 Peachtree Street, N.E., Suite 5200  
Atlanta, GA 30308-2216  
(404) 885-3000  
(404) 962-6799 (facsimile)

QUILLING, SELANDER, CUMMISKY &  
LOWNDS, P.C.

/s/ Clark B. Will

CLARK B. WILL, P.C.

Texas State Bar No. 21502500

Bryan Tower  
2001 Bryan Street, Suite 1800  
Dallas, Texas 75201  
(214) 871-2100  
(214) 871-2111 (facsimile)

*Attorneys for S. Gregory Hays, Receiver*

**CERTIFICATE OF SERVICE**

I do hereby certify that on October 22, 2009, I electronically filed the foregoing Document with the Clerk of this Court using the CM/ECF system, which will automatically send notification of such filing to the following:

Timothy S. McCole  
Scott R. Baker

I further certify that on October 22, 2009, the foregoing was served on the following non-CM/ECF participants by depositing a copy in the United States Mail with adequate postage thereon and addressed as follows:

William Clark  
JTA Enterprises  
16 Beech Place  
Denville, NJ 07834

Neal M Brown, as spokesperson for the Level Par Investors  
Brown Investment Group, Inc.  
8s270 Derby Ct  
Naperville, IL 60540

/s/ Charles R. Burnett  
CHARLES R. BURNETT  
Ga. State Bar No. 396397