

IN THE UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF GEORGIA
ATLANTA DIVISION

SECURITIES AND EXCHANGE)
COMMISSION,)

Plaintiff,)

v.)

BILLY WAYNE McCLINTOCK)
individually, and dba MSC)
HOLDINGS, DIANNE)
ALEXANDER aka LINDA)
DIANNE ALEXANDER,)

Defendants,)

MSC HOLDINGS USA, LLC,)
MSC HOLDINGS, INC., MSC GA)
HOLDINGS, LLC,)

Relief Defendants.)

CIVIL ACTION FILE

NO. 1:12-CV-04028-SCJ

**RECEIVER'S REPORT AND RECOMMENDATION TO CONTINUE
RECEIVERSHIP IN ORDER TO PURSUE THIRD PARTY CLAIMS**

The Receiver hereby files this Report and Recommendation concerning his investigation to determine whether the Receivership should be continued to pursue claims against third parties. Because the Receiver's investigation has identified what appear to be viable third party claims, the Receiver recommends the Receivership continue to pursue these claims with the goal of recovering assets

belonging to the Receivership Estate for the ultimate distribution to claimants through a claims process approved by the Court. Upon approval by the SEC and the Court, the Receiver will proceed with the third party claims described herein.

Viable Claims Of the Receivership Estate

The viable claims belonging to the Receivership Estate that are apparent to the Receiver at the present time fall within four independent categories: (1) fraudulent transfer actions against the Receivership Defendants for the disgorgement of funds taken from the Receivership Estate for their personal use and benefit; (2) “false profit” actions against investors who received amounts from the Ponzi scheme that exceeded their principal investment; (3) fraudulent transfer and unjust enrichment actions against individuals who acted as sales agents who were paid to bring in additional investors and thereby expanded the scope of this Ponzi scheme; and, (4) fraudulent transfer and unjust enrichment actions against individuals and entities who received purported charitable contributions from the Receivership Estate.

The Receiver’s investigation confirms the legal and factual bases supporting these claims. Further, there is a reasonable likelihood that collection actions will be successful and yield a positive net recovery for the Receivership Estate after the expenses of litigation. The Receiver has agreed to handle pursuit of third party

claims on a contingency fee basis so the assets of the Receivership Estate will not be dissipated through hourly attorney fees and the Receiver, not the Receivership Estate, will bear the risks of an unsuccessful outcome.¹

Accordingly, the Receiver requests approval from the SEC and the Court to pursue these third party claims. The Receiver believes that it is in the best interests of the Receivership Estate to pursue these four categories of claims, which are described in further detail below.

(1) Fraudulent Transfer Actions Against the Receivership Defendants

The Receivership Defendants' admissions and deposition testimony confirm their use of the Receivership Estate to operate a Ponzi scheme to generate funds for their own personal benefit.² Pursuant to their consent to the entry of a permanent injunction against them, the Defendants agreed that they are subject to an order of disgorgement of ill-gotten gains from the scheme as a civil penalty to be determined by the Court. Accordingly, the Receivership Estate has viable claims

¹ The Receiver will bill for the administrative claims process for the ultimate distribution of amounts collected from third party claims on an hourly basis.

² On November 28 and 29, 2012, Defendants McClintock and Alexander (respectively) consented to the entry of permanent injunctions against them. As part of their consent, the Defendants agreed that they would not contest or dispute the allegations asserted in the SEC's enforcement action, including that Defendants McClintock and Alexander collected more than \$15 million from investors by operating a type of Ponzi scheme known as a "prime bank fraud" from 2002 to 2012 through the Relief Defendants, MSC Holdings, Inc., MSC GA Holdings, LLC, and MSC Holdings USA, LLC.

against Defendants McClintock and Alexander to recover the ill-gotten gains they received from investors through their operation of a Ponzi scheme.

A Ponzi scheme is a “fraudulent investment scheme in which money contributed by later investors generates artificially high dividends or returns for the original investors. Money from the new investors is used directly to repay or pay interest to earlier investors, usually without any operation of revenue-producing activity other than the continual raising of new funds.” Black’s Law Dictionary 1278 (9th ed. 2009). “With respect to Ponzi schemes, transfers made in furtherance of the scheme are presumed to have been made with the intent to defraud.” *Perkins v. Haines*, 661 F.3d 623, 626 (11th Cir. 2011); *In re World Vision Entm’t, Inc.*, 275 B.R. 641, 656 (M.D. Fla. 2002) (“[A]ny acts taken in furtherance of the Ponzi scheme, such as paying brokers’ commissions, are also fraudulent. Every payment made by the debtor to keep the scheme on-going was made with the actual intent to hinder, delay, or defraud creditors, primarily the new investors.”).

The Receiver’s investigation confirms that the funds Defendants collected from investors were used for two purposes: to continue and expand the illicit Ponzi scheme (through payments of “interest,” “principal, and “referral fees”) and for the Defendants’ personal enrichment. For example, the current analysis of records of

the MSC Holdings bank account controlled by Defendant Alexander reflect payments (during a five year period) of at least **\$2,604,261.90** for her personal benefit. See Updated Spreadsheet of the MSC Holdings checking account at Wachovia/Wells Fargo for Dianne Alexander's personal expenditures from September 2007 through November 2012 (attached as "Exhibit A").³ The spreadsheet shows Defendant Alexander's expenditures of amounts collected from investors that include living expenses, transfers of cash to her personal bank account, credit card payments, payments towards a personal line of credit, purchases of real property, mortgage payments, purchases of valuables, gifts to relatives, medical expenses, and charitable contributions. Id.

Accordingly, the Receivership Estate has a viable claim against Defendant Alexander for at least \$2,604,261.90 of money collected through the Ponzi scheme and expended for her personal use. Collectability of a claim in this amount against Alexander must also be considered, as the assets of the Receivership Estate should not be dissipated in the pursuit of an unenforceable judgment. In addition, the property and funds the Receiver has already recovered for the Receivership Estate represent a potential offset against a disgorgement judgment.

³ Because these banking records are from a limited period of time, they do not include all of Defendant Alexander's use of the ill-gotten gains for personal use. Accordingly, the full disgorgement amount is expected to be considerably higher.

The Receiver recovered a purported charitable contribution Defendant Alexander sent to R&A Ministry, Inc. prior to the Court's asset freeze order in the amount of \$91,284.03. R&A Ministry returned that amount to the Receivership Estate upon the Receiver's demand.

The Receiver has also located and recovered a portion of the precious metals that Alexander purchased with Receivership assets. Banking records show that Alexander made significant purchases of precious metals (including gold, silver and palladium coins, and silver bars) from National Numismatic Associates ("NNA") totaling, at a minimum, \$529,389.30. See Spreadsheet of purchases from NNA (attached as "Exhibit B"). While these assets were not fully disclosed in Alexander's "Sworn Statement" of assets required by the Court's Order of Appointment, Alexander admitted at deposition that she retained precious metals purchased from NNA.⁴ Alexander's counsel promptly acquired the property and delivered it to the Receiver (whose staff has inventoried, photographed, and stored them in a secure location).

A comparison of the inventory prepared by the Receiver with the NNA invoices indicates that not all precious metals Alexander purchased from NNA with Receivership funds were provided. See Inventory of precious metals

⁴ Alexander's sworn statement identified only "silver coins" of "unknown" value.

delivered by Darryl Cohen on May 14, 2013 (attached as “Exhibit C”); Exhibit B. Nevertheless, the recovered precious metals have substantial value. Two independent appraisers valued the precious metals at \$352,362 and \$333,015 based upon current market conditions. See Appraisals dated June 12 and June 13, 2013 (attached as “Exhibit D”). While the value of precious metals fluctuates on a daily basis and there are necessary transaction costs involved in any sale, the Receiver anticipates that the ultimate sale of these assets will generate a significant return for the Receivership Estate.

Even with an offset of these recovered assets, Defendant Alexander’s disgorgement amount remains substantial. The Receiver has identified assets available to secure recovery of a portion of any judgment against Alexander. Alexander’s most valuable assets are two pieces of real property in Georgia, one of which is owned out right and another that is subject to a mortgage. The Receiver has filed *lis pendens* on both properties to protect the Receivership Estate’s interests and has been engaged in negotiations with the entity holding the security interest concerning potential sale. Alexander has other assets of lesser value that the Receiver is attempting to obtain for sale and reimbursement to the Receivership Estate.

Defendant McClintock also owns real property located in Florida that is not subject to any secured interest and may satisfy a portion of a disgorgement judgment against him. The Receiver's investigation also confirms that McClintock has attempted to insulate this property from judgment through dubious transfers to a trust in his exclusive control. The Receiver believes that pursuit of a judgment against McClintock is warranted to obtain and sell this real property for ultimate reimbursement to the Receivership Estate, in addition to other assets that the ongoing investigation may reveal.

Accordingly, the Receiver believes claims against Alexander and McClintock should proceed because they are viable and both retain collectible assets. If approved by the Court and the SEC, there is a reasonable likelihood that pursuit of claims against the Defendants will yield an overall net benefit to the Receivership Estate.

(2) “False Profit” Actions For Investors Paid More Than Their Principal

“It is settled that an equity receiver has the power to bring ancillary actions to recover assets which were fraudulently transferred to investors in a Ponzi scheme.” *Commodity Futures Trading Comm. v. American Commodity Group Corp.*, 753 F.2d 862, 866 n. 6 (11th Cir. 1984). Federal district and bankruptcy

courts adopt a largely uniform practice allowing receivers to recover from Ponzi scheme investors any payments in excess of the amounts invested as fraudulent transfers. *See Donell v. Kowell*, 533 F.3d 762, 770 (9th Cir. 2008) (“the policy justification is ratable distribution of remaining assets among all defrauded investors”). The innocent “winners” in a Ponzi scheme should not be permitted to “enjoy an advantage over later investors sucked into the Ponzi scheme who were not so lucky.” *Id.*

A receiver is, therefore, entitled to recover from winning investors profits above the initial outlay, also known as “false profits,” for any amounts received from the Ponzi scheme that exceed the investor’s principal investment. *See Perkins v. Haines*, 661 F.3d 623, 627 (11th Cir. 2011) (“Any transfers over and above the amount of principal - i.e. for fictitious profits - are not made for ‘value’ because they exceed the scope of the investor’s fraud claim and may be subject to recovery.”).

The Receiver’s investigation confirms that many investors received payments that exceed their principal giving rise to “false profits” claims on behalf of the Receivership Estate. Based upon the Receiver’s analysis of records in his possession, the Receivership Estate has the right to recover “false profits” from those investors who received more than their principal in the aggregate amount of

\$3,110,496. These “false profit” payments were only possible from the contributions of subsequent investors, as the Defendants’ fraudulent scheme did not consist of any other revenue-producing activity other than the continual raising of new funds. Accordingly, it is inequitable for an arbitrary few to receive more than their principal when so many investors have lost more than they contributed.

The Receiver recommends pursuing these “false profit” claims in order to increase the assets of the Receivership Estate so an ultimate distribution will mitigate the losses of investors who recovered less than their principal. If the Court and the SEC approve this plan, the Receiver anticipates filing an omnibus action against all investors who received “false profits” to reduce the expense of litigation.

(3) Actions Against Sales Agents Paid Referral Fees

“It follows that if a receiver can recover Ponzi scheme profits from investors who have done nothing wrong, he would also be entitled to recover Ponzi scheme profits held by sales agents ... who illegally sold unregistered securities, and without whose efforts the scheme could not have occurred.” *Hays v. Adam*, 512 F. Supp.2d 1330, 1343 (N.D. Ga. 2007).

The Receiver’s investigation confirms that many individuals helped the Defendants initiate, continue, and expand the Ponzi scheme by securing new

investors received payments in the form of “referral fees.” Based upon the Receiver’s analysis of records in his possession, the Defendants paid out a total of **\$3,285,878** in “referral fees” or commissions to those who introduced new investors into their fraudulent enterprise. The Receivership Estate is entitled to recover the payment of these illegitimate fees or commissions, as they were made using the contributions of investors through the continual raising of new funds to expand and continue the Ponzi scheme.

The Receiver recommends pursuing these “referral fees” claims in order to increase the assets of the Receivership Estate so an ultimate distribution will mitigate the losses of investors who recovered less than their principal. The Receiver anticipates filing an omnibus action against all individuals who received “referral fees” to reduce the expense of litigation.

(4) Actions to Recover Charitable Contributions

The Receivership Estate also has claims against charities that accepted contributions that were not made for reasonably equivalent value. Under Georgia law, a creditor may “attack as fraudulent a judgment, conveyance, or any other arrangement interfering with their rights, either at law or at equity.” O.C.G.A. § 18–2–21. This provision is similar to those included in the Georgia Uniform Fraudulent Transfers Act (“UFTA”), O.C.G.A. § 18–2–70, *et. seq.* To establish a

claim for fraudulent conveyance under Georgia law, a plaintiff must show (1) a transfer made or an obligation incurred, (2) for less than reasonably equivalent value, (3) while the debtor was insolvent or likely to become insolvent.

Kipperman v. Onex Corp., 411 B.R. 805, 834 (N.D. Ga. 2009); O.C.G.A. §§ 18–2–74 and 75. As to the latter element, entities involved in Ponzi schemes are by definition insolvent for purposes of demonstrating fraudulent transfers. *See Wolff v. Cash 4 Titles*, 351 F.3d 1348, 1350 (11th Cir. 2003) (describing “a Ponzi scheme [that] involved the sale of securities of corporations formed for the purpose of making high-interest loans to members of the public, who would pledge their automobile titles as collateral.”).

Accordingly, for a transfer made by the Receivership Estate to be non-fraudulent it must be made for reasonably equivalent value. O.C.G.A. §§ 18–2–74 and 75. Defendant Alexander’s transfer of certain funds of the Receivership Estate cannot meet this standard because they were in the nature of charitable contributions. *See United States v. Am. Bar Endowment*, 477 U.S. 105, 118 (1986) (“The *sine qua non* of a charitable contribution is a transfer of money or property without adequate consideration.”); *Scholes v. Lehmann*, 56 F.3d 750 (7th Cir. 1995) (discussing allegedly fraudulent conveyances to religious organizations: “If one thing is clear, it is that a gift to a charity (to anyone, for the matter) is not in

exchange for full in the sense of commensurate consideration. Otherwise it would not be a gift, but an exchange.”).

Based on the information in the Receiver’s possession, the transfers of Receivership Estate assets to various charitable organizations that were not made for reasonably equivalent value total **\$107,000**. Accordingly, the Receivership Estate has claims against six apparent charitable entities for this aggregate amount to recover the improper transfer of investor money to these entities. The Receiver recommends pursuit of these third party claims in order to recover assets rightfully belonging to the Receivership Estate in order to maximize the amounts of distribution available to investors as part of a court approved claims process.

Conclusion

The Receiver requests the approval of the Court and the SEC to pursue the foregoing third party claims on behalf of the Receivership Estate. The Receiver recommends pursuit of these claims because they appear viable, are supported by the facts uncovered in the Receiver’s investigation to date, and there is a reasonable likelihood that pursuit of these claims will yield a positive net recovery for the Receivership Estate after the costs and expenses of litigation and expand the amounts to be ultimately distributed to investors during the administrative claims process. In addition, the Receiver has agreed to handle pursuit of all third party

claims on a contingency fee basis so the assets of the Receivership Estate will not be dissipated through hourly attorney fees and the Receiver will bear the risks of an unsuccessful outcome.

Accordingly, for all the foregoing reasons, the Receiver recommends pursuit of the foregoing third party claims.

Respectfully submitted this 14th day of June, 2013.

CAUTHORN, NOHR & OWEN

/s Jason L. Nohr
Georgia Bar No. 545435

Receiver

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CERTIFICATE OF SERVICE

This certifies that I have this day served a copy of the foregoing *Receiver's Report and Recommendation to Pursue Third Party Claims* via the CM/ECF electronic filing system which will send notice of such filing to counsel of record.

This 14th day of June, 2013.

/s Jason L. Nohr

Georgia Bar No. 545435
Receiver

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MSC Holdings**Wachovia Acct # 4038 through September 2007****and #0165 beginning in October 2007 through November 2012**

Date	Payee	Amount
06/21/08	American Express	\$5,169.70
09/09/08	American Express	\$2,169.97
10/01/08	American Express	\$2,675.55
01/20/09	American Express	\$2,694.75
03/09/09	American Express	\$3,091.38
05/08/09	American Express	\$1,494.36
06/08/09	American Express	\$1,545.14
07/07/09	American Express	\$1,713.73
08/07/09	American Express	\$1,508.31
09/08/09	American Express	\$3,596.65
10/05/09	American Express	\$2,069.24
11/10/09	American Express	\$2,025.98
12/14/09	American Express	\$1,300.26
01/11/10	American Express	\$4,744.27
02/04/10	American Express	\$1,704.77
02/23/10	American Express	\$5,216.53
03/29/10	American Express	\$2,468.98
05/12/10	American Express	\$11,979.67
05/27/10	American Express	\$925.40
07/06/10	American Express	\$2,980.12
07/28/10	American Express	\$1,782.02
08/23/10	American Express	\$3,692.85
09/21/10	American Express	\$3,623.75
11/16/10	American Express	\$2,574.25
11/29/10	American Express	\$3,438.72
12/20/10	American Express	\$7,380.58
02/02/11	American Express	\$4,928.07
02/23/11	American Express	\$4,517.13
03/21/11	American Express	\$2,818.02
04/12/11	American Express	\$2,818.02
04/21/11	American Express	\$2,997.37
05/23/11	American Express	\$4,520.40
06/20/11	American Express	\$3,352.40
07/27/11	American Express	\$2,464.00
10/19/11	American Express	\$12,588.82
10/26/11	American Express	\$437.27
01/06/12	American Express	\$8,311.34
01/23/12	American Express	\$12,673.24

Date	Payee	Amount
02/21/12	American Express	\$12,565.56
03/19/12	American Express	\$29,427.22
03/21/12	American Express	\$3,045.95
05/25/12	American Express	\$14,514.86
07/02/12	American Express	\$7,320.00
07/23/12	American Express	\$15,347.56
08/22/12	American Express	\$10,992.40
		\$239,206.56

Date	Payee	Amount
03/10/10	Bank of America	\$16,137.61

Date	Payee	Amount
07/31/07	Brett Alexander	\$2,000.00
07/31/07	Brett Alexander	\$7,474.00
08/13/07	Brett Alexander	\$2,000.00
05/11/08	Brett Alexander	\$4,635.00
04/20/09	Brett Alexander	\$2,000.00
05/01/09	Brett Alexander	\$5,000.00
07/14/09	Brett Alexander	\$1,400.00
11/06/09	Brett Alexander	\$1,000.00
12/19/09	Brett Alexander	\$2,000.00
02/01/10	Brett Alexander	\$3,000.00
09/23/10	Brett Alexander	\$1,150.00
10/21/10	Brett Alexander	\$1,000.00
11/16/10	Brett Alexander	\$10,000.00
10/21/11	Brett Alexander	\$1,000.00
01/20/12	Brett Alexander	\$1,750.00
02/06/12	Brett Alexander	\$2,000.00
02/16/12	Brett Alexander	\$1,000.00
03/06/12	Brett Alexander	\$1,000.00
04/04/12	Brett Alexander	\$1,000.00
05/04/12	Brett Alexander	\$1,000.00
06/05/12	Brett Alexander	\$1,000.00
07/05/12	Brett Alexander	\$1,000.00
08/08/12	Brett Alexander	\$1,000.00
09/05/12	Brett Alexander	\$1,000.00
10/04/12	Brett Alexander	\$1,000.00
		\$56,409.00

Date	Payee	Amount
03/28/12	C.H. Ellis, Inc.	\$2,000.00
05/21/12	C.H. Ellis, Inc.	\$2,000.00
06/25/12	C.H. Ellis, Inc.	\$3,000.00
07/26/12	C.H. Ellis, Inc.	\$2,000.00
08/27/12	C.H. Ellis, Inc.	\$2,000.00
03/16/12	Chris Ellis	\$3,100.00
		\$14,100.00

Date	Payee	Amount
03/24/10	Capital One	\$10,000.00

Date	Payee	Amount
04/25/07	Cash	\$45,000.00
04/30/07	Cash	\$2,000.00
05/02/07	Cash	\$2,000.00
05/04/07	Cash	\$2,000.00
07/30/07	Cash	\$2,000.00
01/13/09	Cash	\$5,000.00
09/19/07	Cash (Chevy Chase)	\$20,000.00
		\$78,000.00

Date	Payee	Amount
06/18/07	Chevy Chase	\$1,926.67

Date	Payee	Amount
09/17/08	Coast Dental	\$1,786.00

Date	Payee	Amount
05/19/10	D Trade Inc.	\$9,220.00

Date	Payee	Amount
03/23/11	Dacha LLC	\$2,250.00

Date	Payee	Amount
11/20/09	Dianne Alexander	\$2,900.00
02/20/07	Dianne Alexander	\$2,500.00
02/20/07	Dianne Alexander	\$2,500.00
02/22/07	Dianne Alexander	\$2,500.00
02/26/07	Dianne Alexander	\$2,500.00
02/27/07	Dianne Alexander	\$2,500.00
03/01/07	Dianne Alexander	\$2,500.00
03/01/07	Dianne Alexander	\$2,000.00
03/13/07	Dianne Alexander	\$1,250.00
03/13/07	Dianne Alexander	\$1,250.00
04/05/07	Dianne Alexander	\$2,065.50
04/13/07	Dianne Alexander	\$1,000.00
04/13/07	Dianne Alexander	\$2,050.00
04/25/07	Dianne Alexander	\$2,000.00
05/09/07	Dianne Alexander	\$4,000.00
06/01/07	Dianne Alexander	\$2,000.00
06/22/07	Dianne Alexander	\$3,500.00
07/18/07	Dianne Alexander	\$4,000.00
07/25/07	Dianne Alexander	\$2,000.00
10/09/07	Dianne Alexander	\$5,000.00
10/09/07	Dianne Alexander	\$12,000.00
10/22/07	Dianne Alexander	\$2,000.00
04/10/08	Dianne Alexander	\$7,000.00
07/31/08	Dianne Alexander	\$2,500.00
08/15/08	Dianne Alexander	\$2,000.00
10/14/08	Dianne Alexander	\$4,000.00
01/30/09	Dianne Alexander	\$1,500.00
02/23/09	Dianne Alexander	\$1,000.00
05/13/09	Dianne Alexander	\$1,000.00
08/11/09	Dianne Alexander	\$1,000.00
10/05/09	Dianne Alexander	\$1,000.00
12/13/09	Dianne Alexander	\$2,900.00
12/15/09	Dianne Alexander	\$2,900.00
12/16/09	Dianne Alexander	\$2,900.00
11/17/09	Dianne Alexander	\$2,900.00
12/19/09	Dianne Alexander	\$2,000.00
12/21/09	Dianne Alexander	\$2,900.00
12/29/09	Dianne Alexander	\$2,000.00
01/27/10	Dianne Alexander	\$2,900.00
02/09/10	Dianne Alexander	\$2,900.00
03/05/10	Dianne Alexander	\$2,900.00
		\$112,215.50

Date	Payee	Amount
03/24/10	Eagles Landing POA	\$1,150.00

Date	Payee	Amount
05/10/11	Epic International	\$25,000.00
12/10/11	Epic International	\$5,000.00
03/11/12	Epic International	\$5,000.00
		\$35,000.00

Date	Payee	Amount
07/12/09	Ever Bank	\$50,000.00

Date	Payee	Amount
01/11/10	Grace Exploration and Development	\$8,450.00
01/11/10	Grace Exploration and Development	\$8,450.00
04/19/10	Grace Exploration and Development	\$4,000.00
07/05/10	Grace Exploration and Development	\$9,450.00
		\$30,350.00

Date	Payee	Amount
08/29/11	Hope for the World	\$5,000.00
06/19/12	Hope for the World	\$2,000.00
		\$7,000.00

Date	Payee	Amount
08/19/11	Jimmy Sheffield (Impact Your World)	\$6,000.00
12/15/11	Impact Your World	\$20,000.00
		\$26,000.00

Date	Payee	Amount
01/19/11	The Navigators	\$2,000.00

Date	Payee	Amount
03/11/12	Roger Mullins Evangelistic Assoc.	\$5,000.00

Date	Payee	Amount
01/26/10	Joy International	\$5,000.00
05/16/10	Joy International	\$8,000.00
08/28/10	Joy International	\$7,000.00
10/28/10	Joy International	\$7,500.00
01/21/11	Joy International	\$3,000.00
06/08/12	Joy International	\$2,000.00
		\$32,500.00

Date	Payee	Amount
03/06/12	Kenny Alexander	\$1,000.00
04/06/12	Kenny Alexander	\$1,000.00
09/24/12	Kenny Alexander	\$1,000.00
10/23/12	Kenny Alexander	\$1,000.00
		\$4,000.00

Date	Payee	Amount
07/29/10	Locklear Interiors	\$4,079.00
03/01/12	Locklear Interiors	\$4,846.43
03/19/12	Locklear Interiors	\$1,950.00
03/18/12	Locklear Interiors	\$8,895.00
		\$19,770.43

Date	Payee	Amount
05/28/10	Mabe Carpet	\$2,859.65

Date	Payee	Amount
04/12/10	Marlene Knecht	\$2,800.00

Date	Payee	Amount
11/03/11	Bob Knupp	\$3,500.00

Date	Payee	Amount
04/23/07	Morgan Stanley	\$3,086.69
03/03/08	Morgan Stanley	\$8,000.00

Date	Payee	Amount
03/24/10	Morgan Stanley	\$10,000.00
		\$21,086.69

Date	Payee	Amount
06/04/09	National Numismatic	\$69,052.00
03/31/10	National Numismatic	\$50,033.50
07/04/10	National Numismatic	\$75,090.00
11/19/10	National Numismatic	\$59,868.00
11/17/10	National Numismatic	\$99,995.00
12/29/10	Cash Withdrawal (National Numismatic)	\$40,000.00
01/24/11	National Numismatic	\$3,130.00
09/14/11	National Numismatic	\$49,787.20
01/30/09	Tom Cloud	\$23,070.00
		\$470,025.70

Date	Payee	Amount
03/09/12	Rex Venture Group	\$10,000.00
06/26/12	Zeek Rewards	\$20,000.00
		\$30,000.00

Date	Payee	Amount
11/11/10	Rivers Insurance	\$2,495.25

Date	Payee	Amount
10/25/07	Safevest, LLC	\$10,000.00

Date	Payee	Amount
07/13/08	SunTrust Bank	\$25,000.00
07/18/08	SunTrust Bank	\$21,000.00
08/26/08	SunTrust Bank	\$60,000.00
01/30/09	SunTrust Bank	\$25,000.00
08/11/09	SunTrust Bank	\$50,000.00
03/24/10	SunTrust Bank	\$10,000.00
07/18/08	SunTrust Bank	\$21,000.00
		\$212,000.00

Date	Payee	Amount
01/03/09	Scott Powell (furnace)	\$1,672.00
06/03/10	The Furnace Place	\$1,100.00
		\$2,772.00

Date	Payee	Amount
12/19/08	Transfer to checking account	\$10,000.00
02/26/09	Transfer to Checking account	\$5,000.00
03/26/09	Transfer to checking account	\$5,000.00
04/06/09	Transfer to checking account	\$5,000.00
04/28/09	Transfer to checking account	\$5,000.00
05/12/09	Transfer to checking account	\$1,000.00
05/20/09	Transfer to checking account	\$5,000.00
08/11/09	Transfer to checking account	\$1,000.00
08/19/09	Transfer to checking account	\$12,000.00
08/21/09	Transfer to checking account	\$2,000.00
08/27/09	Transfer to checking account	\$1,000.00
09/02/09	Transfer to checking account	\$4,000.00
09/16/09	Transfer to checking account	\$3,000.00
09/22/09	Transfer to checking account	\$2,000.00
10/29/09	Transfer to checking account	\$147,445.61
01/26/10	Transfer to checking account	\$5,000.00
02/11/10	Transfer to checking account	\$2,000.00
04/29/10	Transfer to checking account	\$2,857.00
04/30/10	Transfer to checking account	\$1,000.00
10/18/11	Transfer to checking account	\$160,000.00
11/02/11	Transfer to checking account	\$245,000.00
04/20/12	Transfer to checking account	\$5,000.00
05/18/12	Transfer to checking account	\$5,000.00
07/02/12	Transfer to checking account	\$20,000.00
09/18/12	Transfer to checking account	\$5,000.00
09/26/12	Transfer to checking account	\$1,000.00
09/26/12	Transfer to checking account	\$1,000.00
10/17/12	Transfer to checking account	\$1,000.00
10/18/12	Transfer to checking account	\$1,000.00
		\$663,302.61

Date	Payee	Amount
05/01/09	Transfer to pay down LOC	\$34,000.00
08/18/09	Transfer to pay down LOC	\$847.43
02/09/10	Transfer to pay down LOC	\$10,000.00

Date	Payee	Amount
09/10/09	Wachovia	\$2,500.00
06/07/07	Wachovia (Personal LOC)	\$4,000.00
08/22/07	Wachovia (Personal LOC)	\$5,000.00
08/23/07	Wachovia (Personal LOC)	\$4,500.00
08/29/07	Wachovia (Personal LOC)	\$24,550.80
11/18/07	Wachovia (Personal LOC)	\$13,000.00
11/10/07	Wachovia (Personal LOC)	\$19,000.00
12/07/07	Wachovia (Personal LOC)	\$4,000.00
12/20/07	Wachovia (Personal LOC)	\$10,000.00
12/22/07	Wachovia (Personal LOC)	\$7,000.00
01/14/08	Wachovia (Personal LOC)	\$1,000.00
02/15/08	Wachovia (Personal LOC)	\$30,000.00
03/31/08	Wachovia (Personal LOC)	\$15,000.00
09/04/08	Wachovia (Personal LOC)	\$20,000.00
		\$204,398.23

Date	Payee	Amount
08/18/12	WSV, Inc.	\$10,000.00
09/25/12	WSV, Inc.	\$215,000.00
		\$225,000.00

TOTAL PERSONAL EXPENDITURES

\$2,604,261.90

**CLOUD RESOURCES GROUP
D/B/A NATIONAL NUMISMATIC ASSOCIATES**

INVOICE DATE	PAID BY MSC HOLDINGS ACCT #0165	PAID BY DIANNE ALEXANDER ACCT #9947	INVOICE ONLY	
11/01/2010	\$99,995.00			
11/16/2010	\$59,868.00			
01/04/2011	\$43,130.00			
02/02/2011			\$49,732.00	
02/22/2011		\$39,488.60		
02/24/2011		\$19,875.00		
03/10/2011			\$51,030.00	
03/18/2011			\$51,002.00	
09/07/2011	\$49,787.20			
No Invoice	\$23,070.00			Check dated 1/30/09*
No Invoice	\$69,052.00			Check dated 6/4/09
No Invoice	\$50,033.50			Check dated 3/31/10
No Invoice	\$75,090.00			Check dated 7/4/10
TOTAL PAID TO CLOUD RESOURCES GROUP d/b/a NATIONAL NUMISMATIC ASSOCIATES	\$470,025.70	\$59,363.60	\$151,764.00	
Total Purchases	\$529,389.30			

TOTAL AMOUNT PAID TO CLOUD RESOURCES GROUP d/b/a NATIONAL NUMISMATIC ASSOCIATES	\$641,153.30
--	---------------------

*Check is made payable to Tom Cloud.

EXHIBIT B

Name MSC GA Holdings LLC 0000 632071 (1000/BX Rev 04) 64-22/810
Account No. *200036580165 Date 11/17/12
07325889

Pay to the Order of National Numismatic Assn - \$ 99,995.00
Ninety nine thousand nine hundred

Look for: Micro Print Signature line and Wachovia logo on back. If not present, do not cash.

WACHOVIA Wachovia Bank, National Association
Georgia

Signature
DM ninety nine

For
⑆061000227⑆

Security Features
The following security features (and others not listed) assure industry standard:
• Micro Print
• Watermark
• Security Thread
• Security Glue
• Security Line
• Security Paper
• Security Ink
• Security Thread
• Security Glue
• Security Line
• Security Paper
• Security Ink

ENDORSE HERE:

PAY TO THE ORDER OF
SUBJECT ONLY
FOR DEPOSIT ONLY
CLOUD RESOURCES GROUP, INC.
DBA NATIONAL NUMISMATIC ASSOCIATION
100000134755
DO NOT SIGN ABOVE THIS LINE

REQUEST 00005194873000000 99995.00
ROLL ECIA 20101119 000005750714900
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC

Washovia Bank,
a division of Wells Fargo Bank, N.A.
64.22/810

1701

PAY TO THE
ORDER OF

National Numismatic Associates
\$59,868.00
Fifty nine thousand Eight hundred Eighty Eight DOLLARS

MEMO



AUTHORIZED SIGNATURE

⑆001701⑆ ⑆061000227⑆ 2000036580165⑆

Security Features Include: Details on Back

PAY TO THE ORDER OF
SUNTRUST
FOR DEPOSIT
CLOUD RESOURCE CENTER
DBA NATIONAL NUMISMATIC ASSOCIATES
1030003134755

REQUEST 00005194873000000 59868.00
ROLL BCIA 20101119 000005750714910
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC

Wachovia Bank,
a division of Wells Fargo Bank, N.A.
04-22/010

1753

PAY TO THE
ORDER OF

National Numismatic
Thirty one hundred thirty

\$3130.00

DOLLARS

MEMO

[Handwritten Signature]
AUTHORIZED SIGNATURE

⑈001753⑈ ⑆061000227⑆ 2000036580165⑈

Details on Back
Security Features Included

PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
GLOBAL RESOURCES GROUP, INC.
DEA NATIONAL NUMISMATIC ASSOCIATES
1000031347ES

REQUEST 00005194873000000 3130.00
ROLL ECIA 20110124 000006058331310
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

Check Image Print

User ID: ugsb14
 Report ID: Check Image Print

Date: 05/21/2013
 Time: 16:47:05

Capture Date	Sequence Number	Check Number	Amount	Posting Date	Posting Account
20110124	76244006	6691601300	40000.00	20110124	4861509305

WILLIAMS BANK, N.A.
 CASHIER'S CHECK
 6691601300
 December 29, 2010
 PAY TO THE ORDER OF ***NATIONAL NUMISMATIC***
 \$40,000.00
 Forty thousand dollars and no cents
 WILLIAMS BANK, N.A.
 001ATLANTA RD
 FOR NUMBER CALL (404) 544-5111
 AUTHORIZED SIGNATURE
 6691601300 112100024814861 509305

0046296085

PAY TO THE ORDER OF
 SUNTRUST BANK
 FROM DEPOSIT ONLY
 ELIMINATES CHECKS ON HAND, INC.
 SUNTRUST BANK ASSOCIATES
 100000130005

5365



Withdrawal

(Check One) Checking Savings Money Market Access

Checking, Savings, Money Market Access account number

* 2000036580165

Date 10/24/12

Please print Name
 MSC QA Holding LLC

Please print Street Address, City, State, Zip Code

I authorize this withdrawal and acknowledge receipt of the amount indicated below. Please sign in teller's presence. Two forms of ID may be required.

Wells Fargo Internal Use When Blank
Wells Fargo Confidential When Completed

forty thousand

Dollars

\$ 40,000.00

Bank Use Only (When SVT is Not Available)	TLR806 10001 99116 10042537
Customer	Exp date
	Taken Verified (Y/N) Approval

⑆5365⑆ ⑆500000694⑆

WELLS FARGO BANK NA ATL
 20101229 E0026 PKT 04
 ⑆0910-0001-9⑆
 4470965078

REQUEST 0000519487300000 40000.00
 ROLL ECIA 20101229 000004470965078
 JOB ECIA P ACCT 4002000036580165
 REQUESTOR A909843
 4750168 10/24/2012

Subpoena Processing East
 Y1372-110
 Philadelphia PA 19101

L DIANNE ALEXANDER
2395 REBEL RD
CUMMING, GA 30041

1781
64-22/610
BRANCH 77251

Date

Pay to the
Order of



WACHOVIA

Wachovia Bank, a division of Wells Fargo Bank, N.A.

For

#212123

⑆06 1000 227⑆ 10 10 1 255 294 7⑆ 1781⑆

2/25/11
National Terminal
Forty nine thousand four hundred
Eighty eight & 60/100
[Signature]

Security features exceed industry standards and include:
• The silver has gold-like streaks. Do not let the
paper bend too far to the right. If it does, the
• The words "ONE HUNDRED DOLLARS" clearly
appear on the back.
• The word "ONE" appears clearly to the right
of this message.

PAY TO THE ORDER OF
SUNAMOUNT BANK
FOR DEPOSIT ONLY
CLOUD RESOURCES GROUP, INC.
DBA NATIONAL RHINOCEROS ASSOCIATES
1000003134755

REQUEST 00005335118000000 39488.60
ROLL BCIA 20110302 000008527512554
JOB BCIA P ACCT 4001010125529947
REQUESTOR A172009
5970043 04/01/2013

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

L DIANNE ALEXANDER
2335 REBEL RD
CUMMING, GA 30041

1783
64-22/610
BRANCH 77251

Pay to the
Order of

Date

\$19,875.00
Dollars



WACHOVIA

Wachovia Bank, a division of Wells Fargo Bank, N.A.

For

212544

[Handwritten signature]

Seventy five

⑆06 1000 227⑆ 1010 1255 2994 7⑆ 1783

PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
CLOUD RESOURCES GROUP, INC.
BSA NATIONAL NUMISMATIC ASSOCIATES
1000003134755

Security's address exceeds Jeffrey 3136 Jolie and night
The United Security System, Patrice is the
good design for delivery of all the 2000 3000
* * * * *
Do not cash if:
* Any of the features listed above are missing
or appear altered
* The ink on back looks pink or has the word
* * * * *
The word "VOID" appears clearly to the front
of this message

REQUEST 00005335118000000 19875.00
ROLL ECIA 20110308 000008327929036
JOB ECIA P ACCT 4001010125529947
REQUESTOR A172009
5970043 04/01/2013

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC


Wachovia Bank,
a division of Wells Fargo Bank, N.A.
64-22810

2103

PAY TO THE
ORDER OF

National Tennismatic A/c \$49,787.20
forty nine thousand seven hundred eighty seven ²⁰/₁₀₀ DOLLARS

MEMO



⑆002103⑆ ⑆061000227⑆ 2000036580165⑆

Details on Back
Security Features Included

PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
CLOUD RESCUE GROUP, INC.
DBA NATIONAL TENNISMATIC ASSOCIATES
100003134785

REQUEST 00005194873000000 49787.20
ROLL ECIA 20110914 000008427946301
JOB ECIA P ACCT 2972000036580165
REQUSTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC

1235
64-227610
BRANCH 04734

1/30/09
DATE

PAY TO THE ORDER OF

Tom Cloud
Twenty three thousand seven hundred
seventy



[Signature]

FOR

⑆06 1000 227⑆ 2000036580 165⑈ 1235 ⑆0002307000⑆

MEMO CASH

327737 RTL 063504
ORLANDO, FL
2434-014 1063102152

FR - 1 09

6 5 3 0 0

Tom Cloud
PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
CLOUD RESOURCES GROUP, INC.
1000003134755

REQUEST 00005194873000000 23070.00
ROLL ECIA 20090204 000001452355120
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

1109

MSC GA HOLDINGS LLC

64-22/610
BRANCH 51367

PAY TO
ORDER OF

National Instruments 6/4/09 DATE
Sixty nine thousand fifty two \$9,052.00



[Handwritten Signature]

FOR

⑆06⑆1000227⑆2000036580165⑆ 1109 ⑆0006905200⑆

CHARLAND LIBERTY VENTURE

SUNTRUST ATL 06102099
ORLANDO, FL
3776-014 0631021524

6200002320

PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
CLOUD RESOURCES
DBA NATIONAL NUMISMATIC ASSOCIATES
100000136785

REQUEST 00005194873000000 69052.00
ROLL ECIA 20090610 000000150968570
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC

1499

04-22/810
BRANCH 04734

3/31/10
Date

Pay to the
Order of

National Humusmatic

\$ 50,033.50

Eighty thousand thirty three and 50/100

Dollars



WACHOVIA
Wachovia Bank, N.A.
wachovia.com

[Signature]

For

⑆061000227⑆2000036580165⑆ 1499 ⑆0005003350⑆

SUNTRUST ATL 04012010
ORLANDO, FL
4591-014 1063102152

APR - 1 10

6200277556

PAY TO THE ORDER OF
SUNTRUST BANK
FOR DEPOSIT ONLY
CLOUD RESOURCES CENTER
DEPARTMENTAL HUMUSMATIC ASSOCIATES
1030003134755
11678

REQUEST 00005194873000000 50033.50
ROLL ECIA 20100402 000000652901710
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101

MSC GA HOLDINGS LLC

1532

64-227510
BRANCH 04734

Pay to the
Order of

7/4/10
National Turbomatic Corp \$75,090.00
Security Gene Howard Tenney

Date

Dollars



WACHOVIA

Wachovia Bank, N.A.
wachovia.com

For

#19254

[Signature]

⑆061000227⑆2000036580165⑆ 1532 ⑆0007509000⑆

SUNTRUST AIL 07132010
ORLANDO, FL
2272-014 0631021524

61007000

PAY TO THE ORDER OF
FOR DEPOSIT ONLY
CLOUD RECOGNITION
DBA NATIONAL IDENTIFICATION SERVICES
100000134755

REQUEST 0000519487300000 75090.00
ROLL ECIA 20100714 000000454110210
JOB ECIA P ACCT 4002000036580165
REQUESTOR A909843
4750168 10/24/2012

Subpoena Processing East
Y1372-110
Philadelphia PA 19101



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: November 1, 2010

Order # 200478

<u>Quantity</u>	<u>Product</u>	<u>Unit Cost</u>	<u>EXTENSION</u>
40	½ oz. Gold U.S. Postal Commemoratives	\$ 694.00	\$27,760.00
40	Swiss 20 Francs (.1867 oz.)	\$ 261.50	\$10,460.00
10	1 oz. Gold Bars	\$1400.00	\$14,000.00
35	Austrian 100 Coronas (.9802 oz.)	\$1365.00	\$47,775.00
<i>TOTAL DUE:</i>			<i>\$99,995.00</i>

TERMS: Payable upon Receipt



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: November 16, 2010

Order # 202301

<i>Quantity</i>	<i>Product</i>	<i>Unit Cost</i>	<i>EXTENSION</i>
180	British Sovereigns (.2354 oz.)	\$ 332.60	\$59,868.00
<i>TOTAL DUE:</i>			<i>\$59,868.00</i>

TERMS: Payable upon Receipt



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax:
770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: 1/ 4/2011

Order # 205946

<u>Quantity</u>	<u>Product</u>	<u>Unit Cost</u>
<u>EXTENSION</u>		
1	Bag of 90% silver Dimes	\$21,565.00
\$21,565.00	(certificate)	
1	Bag of 90% Silver quarters	\$21,565.00
\$21,565.00	(certificate)	
TOTAL DUE:		\$43,130.00



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax:
770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: 2/2/2011

Order # 210386

<u>Quantity</u>	<u>Product</u>	<u>Unit Cost</u>
<u>EXTENSION</u>		
2	Bag of 90% Silver Dimes	\$20,480.00
\$40,960.00	(certificate)	
3	100 Ounce Silver Bars	\$2924.00
\$8,772.00	(certificate)	
	(comex deliverable)	
TOTAL DUE:		\$49,732.00



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: February 22, 2011

Order # 212123

<i>Quantity</i>	<i>Product</i>	<i>Unit Cost</i>	<i>EXTENSION</i>
3	100 oz. OPM Silver Bars	\$3457.00	\$10,371.00
34	1 oz. Palladium Pamp Bars	\$ 856.40	\$29,117.60
TOTAL DUE:			\$39,488.60

TERMS: *Payable upon Receipt*



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: February 24, 2011

Order # 212544

<i>Quantity</i>	<i>Product</i>	<i>Unit Cost</i>	<i>EXTENSION</i>
25	1 oz. Palladium Pamp Bars	\$795.00	\$19,875.00
<i>TOTAL DUE:</i>			<i>\$19,875.00</i>

TERMS: *Payable upon Receipt*



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: March 10, 2011

Order # 214071

<u>Quantity</u>	<u>Product</u>	<u>Unit Cost</u>	<u>EXTENSION</u>
14	100 oz. Engelhard Silver Bars (certificate)	\$3645.00	\$51,030.00
TOTAL DUE:			\$51,030.00

TERMS: Payable upon Receipt



National Numismatic Associates

5805 State Bridge Road, Suite G 336, Duluth, GA 30097 770.441.1550 Fax: 770.416.8450

INVOICE

Bill To: Diane Alexander
2697 Middlecreek Way
Cumming, GA 30041

Date: 3/18/2011

Order # 215030

<i>Quantity</i>	<i>Product</i>	<i>Unit Cost</i>	<i>EXTENSION</i>
14	100 oz. Silver Bars (Comex Deliverable)	\$3643.00	\$51,002.00
<i>TOTAL DUE:</i>			<i>\$51,002.00</i>

TERMS: Payable upon Receipt



National Numismatic Associates

116 Follins Lane, St. Simons Island, GA 31522 912.638.3511

INVOICE

Date: 9/7/2011

Bill To: Diane Alexander
7232 El Fuerte St.
Carlsbad, CA 92009

Order Number: 233759

<i>Quantity</i>	<i>Product</i>	<i>Unit Cost</i>	<i>Extension</i>
14	Austrian 100 Coronas (.9802 oz) (certificate)	\$ 1,830.00	\$ 25,620.00
68	French 20 francs (.1867 oz.) (certificate)	\$ 355.40	\$ 24,167.20
	TOTAL:		\$ 49,787.20

We have moved!
Please note the new address above.

TERMS: Payable Upon Receipt

**Inventory of precious metals delivered by
Darryl Cohen on May 14, 2013**

PHOTO #	QUANTITY	DESCRIPTION
1	19	Swiss Gold Helvetia 20 Francs
2; 2A and 2B	31 23	Swiss Gold Helvetia 20 Francs French 20 Francs
3	50	British Sovereign Gold Queen Elizabeth II coins
4	50	British Sovereign Gold Queen Elizabeth II coins
5	40	Swiss Gold Helvetia 20 Francs
6	20	U.S. half ounce gold coins
7	14	Austrian 100 Corona gold coins
8; 8A; 8B and 8C	6 20	Hungarian 100 Korona gold coins Austrian 100 Corona gold coins
9	500	\$5 Canadian silver coins (20 containers of 25 pieces each)
10	33	\$5 Canadian silver coins (each coin is in a plastic sleeve)
11	19	US Silver Dollars (each coin is in a separate plastic sleeve)
12	3	Silver Bars – 100 oz.T (each) “Ohio Precious Metals LLC”
13; 13A; and 13B	4 5	Hungarian 100 Korona gold coins Austrian 100 Corona Gold coins
14; 14A; and 14B	49 8	French 20 Francs Swiss Gold Helvetia 20 Francs
15	34	Suisse 1oz Palladium pieces (999.5) (each piece is encased in plastic/cardboard)

PHOTO #	QUANTITY	DESCRIPTION
16	20	U.S. half ounce gold coins American Arts Commemorative Series [Miriam Anderson—4; and Alexander Calder--16]
17	10	Credit Suisse 1oz fine gold pieces (999.9) (each piece is encased in plastic)
18	50	British Sovereign Gold Queen Elizabeth II coins
19	15	\$50 gold Canadian coins (one container with 15 pieces)
20	10	\$50 gold Canadian coins (one container with 10 pieces)
21; 21A; 21B; and 21C	20 8 1	Swiss Gold Helvetia 20 Francs British Sovereign Gold Queen Elizabeth II coins French 20 Francs
22	14 12	Hungarian 100 Korona gold coins Austrian 100 Corona gold coins
23	30	British Sovereign Gold Queen Elizabeth II coins
24	10	\$50 gold Canadian coins (one container with 10 pieces)
25	160	US Silver Eagle coins (8 containers of 20 pieces each)
26; 26A; and 26B	7 22	British Sovereign Queen Elizabeth II gold coins Swiss Gold Helvetia 20 Francs
27	20	US Silver Dollars (one container with 20 pieces)
28	1	Merry Christmas Commemorative fine silver coin

Member
American Numismatic Association
American Numismatic Society
Industry Council for Tangible Assets
PCGS - Founding Dealer #15
NGC - Member Dealer

**HANCOCK
& HARWELL**
Numismatics/Investments
"Since 1976"

The Cotton Exchange
Suite 310
3155 Roswell Road NE
Atlanta, GA 30305
FAX 404.237.6500
404.261.6565

June 12, 2013

Cauthorn Nohr & Owen
212 Church Street
Marietta, GA 30060
Attn: Cherie L. Eason

Via Fax: 678-501-5297 and USPS

Re: Appraisal of Precious Metal Coins and Bars, Current Liquidation Value (CLV) as of 6-12-2013.

To Whom It May Concern:

At your request attached is the detail of my appraisal report based on my physical review of the coins and bars at the United Community Bank in Marietta, GA, in your presence.


This verification and your itemized inventory was used to determine our opinion of CLV value as of 6-12-2013 based on the metal content and/or condition of such coins or bars with values adjusted based on discounts or premiums were the items to be exposed to the national cash market in the U.S. at this time.

We determined liquidation value by polling dealers for such coins in the United States market. Prices may vary from dealer to dealer.

Prices were based on the AM Fix June 12, 2013 in London for Gold at \$1377.25, Silver at \$21.78 and Palladium at \$749.50 per troy ounce. The attached report lists detail of the group of coins and bars.

I my opinion the total CLV value of this collection is \$352,362 as detailed in the attached.

Sincerely,


Robert L. Harwell II
Professional Numismatist

Attached Listing of Coins/Bars and Values
Resume of Appraisers

Rare Coins • Gold • Silver • Platinum

Coin Appraisal dated 6/12/2013 for Cauthorn Nohr & Owen
 Coins received from Darryl Cohen May 14, 2003

6/12/2013	Spot Gold	1377.25
AM Fix	Spot Silver	21.78
	Spot Palladium	749.5

Photo #	Quan	Description	Item Value	Total Value
1	19	20 Franc Swiss helvetia	\$253.28	\$4,812
2A	31	20 Franc Swiss helvetia	\$253.28	\$7,852
2B,C	23	French 20 Francs	\$253.28	\$5,825
3	50	New Queen Sovereigns	\$319.34	\$15,967
4	50	New Queen Sovereigns	\$319.34	\$15,967
5	40	20 Franc Swiss helvetia	\$253.28	\$10,131
6	20	1/2 Oz American Art Medallion Coins	\$678.30	\$13,566
7	14	Austrian 100 Coronas	\$1,329.73	\$18,616
8	6	Hungarian 100 Coronas	\$1,329.73	\$7,978
8B,C	20	Austrian 100 Coronas	\$1,329.73	\$26,595
9	500	\$5 Canadian Maple Leaf Silver Coins	\$21.78	\$10,890
10	33	\$5 Canadian Maple Leaf Silver Coins	\$21.78	\$719
11	4	US Old Silver Dollars	\$21.78	\$87
	15	1 oz Silver American Eagles	\$23.00	\$345
12	3	100 oz Silver Bar Ohio Precious Metals	\$2,178.00	\$6,534
13	4	Hungarian 100 Coronas	\$1,329.73	\$5,319
13A,B	5	Austrian 100 Coronas	\$1,329.73	\$6,649
14	49	French 20 Francs	\$253.28	\$12,411
14A,B	8	20 Franc Swiss helvetia	\$253.28	\$2,026
15	34	1 oz Palladium Suisse	\$735.00	\$24,990
16	20	1/2 Oz American Art Medallion Coins	\$678.30	\$13,566
17	10	1oz Suisse gold .999.9	\$1,356.59	\$13,566
18	50	New Queen Sovereigns	\$319.34	\$15,967
19	15	1 oz Canadian Maple Leafs .999	\$1,377.25	\$20,659
20	10	1 oz Canadian Maple Leafs .9999	\$1,377.25	\$13,773
21	20	20 Franc Swiss helvetia	\$253.28	\$5,066
21A,B	8	New Queen Sovereigns	\$319.34	\$2,555
21C	1	French 20 Francs	\$253.28	\$253
22	14	Hungarian 100 Coronas	\$1,329.73	\$18,616
23	12	Austrian 100 Coronas	\$1,329.73	\$15,957
24	30	New Queen Sovereigns	\$319.34	\$9,580
25	10	1 oz Gold Maple Leafs .999	\$1,377.25	\$13,773
26	160	1 oz Sunshine Silver Coins	\$21.78	\$3,485
26A	7	New Queen Sovereigns	\$319.34	\$2,235
26B	22	20 Franc Swiss helvetia	\$253.28	\$5,572
27	20	1 oz Silver American Eagles	\$22.00	\$440
28	1	1 oz Merry Christmas Silver Coins	\$21.78	\$22
		Total Liquidation Value 6-12-2013		\$352,362

Larry Jackson Numismatics, Inc.

4920 Roswell Road, Suite 23B, Atlanta, GA 30342
Mailing Address: P.O. Box 76482, Atlanta, GA 30358
Phone: (404) 256-3667 FAX: (404) 256-3668

Appraisal For: Jason L. Nohr, Receiver for MSC Holdings
212 Church Street
Marietta, GA 30060
(770) 528-0150

Appraisal as of: June 13, 2013

Gold Spot: 1383.00/oz. Silver Spot: 21.80/oz. Palladium Spot: 740.00/oz.

QTY	Description	Value
213	Swiss and French 20 Franc Gold Coins	\$50,055.00
195	British Gold Sovereigns	\$58,110.00
52	Austrian 100 Corona	\$65,000.00
23	Hungarian 100 Korona	\$28,750.00
40	1/2oz. American Gold Art Medallions	\$26,000.00
20	1oz. Gold Canadian Maple Leaf Coins (.9999 Purity)	\$27,100.00
15	1oz. Gold Canadian Maple Leaf Coins (.999 Purity)	\$20,025.00
10	1oz. Credit Suisse Gold Bars	\$13,250.00
34	1oz. Pamp Suisse Palladium Bars	\$23,460.00
533	1oz. Silver Canadian Maple Leaf Coins	\$11,200.00
3	100oz. OPM Silver Bars	\$6,000.00
35	1oz. Silver American Eagles	\$765.00
4	90% Silver Dollars	\$80.00
1	1oz. Commemorative Silver Christmas Round	\$20.00
160	1oz. Sunshine Mining Silver Rounds	\$3,200.00

TOTAL

\$333,015.00