

**EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
BALANCE SHEET
AUGUST 31, 2005**

ASSETS

Current Assets

Cash in Bank	\$ 1,026,387
Accrued Interest Receivable	<u>125,000</u>

Total Current Assets \$ 1,151,387

Loan Portfolio

Mortgage Loans held (net of origination fees)	\$ 14,269,372	
Allowance for Foreclosed Assets	<u>(142,922)</u>	\$ 14,126,450

Other Assets

Bond - Certificate of Deposit	<u>\$ 10,000</u>
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Total Other Assets 10,000

Total Assets \$ 15,287,837

LIABILITIES AND EQUITY

Current Liabilities

Notes Payable Collateralized	\$ 230,000
Accrued Expenses - Attorney for Receiver	15,883
Accrued Expenses - Receiver	<u>129,048</u>

Total Current Liabilities \$ 374,931

Total Members' Equity 14,912,906

Total Liabilities and Members' Equity \$ 15,287,837

**EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
INCOME STATEMENT
FOR THE EIGHT MONTHS ENDED AUGUST 31, 2005**

Revenue		
Interest Income	\$	1,229,852
Loan Origination Fees		<u>174,324</u>
Total Revenue	\$	1,404,176
Operating Expenses		
Accounting - Receiver	\$	47,097
Attorney Expenses - Receiver		30,776
Bank Service Charges		685
Business Operations - Receiver		60,199
Collateral Loan Interest		114,875
Court Appearances - Receiver		9,669
Dues & Subscriptions		125
Fee Application - Receiver		10,836
Foreclosed Asset Expense		244,125
Inspection		690
Insurance		1,307
Interest - Other		2,840
Licenses, Fees & Permits		553
Litigation Consulting - Receiver		26,080
Litigation Response - Receiver		47,237
Loan Servicing - Receiver		13,165
Loan Servicing Fees - Unified Mortgage		81,896
Membership Dues		500
Miscellaneous		403
Notary Fees		30
Office Expense (Copies, Postage, etc.)		9,361
Payroll Processing Fees		324
Rent		5,458
Tax Issues - Receiver		23,560
Taxes - State		6,800
Telephone		<u>1,310</u>
Total Operating Expenses	\$	739,901
Net Ordinary Income		<u>664,275</u>
Other Income/(Expense)		
Other Income		12,123
Other Expense		<u>1,411</u>
Net Other Income/(Expense)		<u>10,712</u>
Net Income	\$	<u>674,987</u>

**EMVEST MORTGAGE FUND LLC
(A LIMITED LIABILITY COMPANY)
STATEMENT OF MEMBERS' EQUITY
FOR THE EIGHT MONTHS ENDED AUGUST 31, 2005**

Members' Equity at January 1, 2005	\$ 15,269,624
Capital Contributions - 2005	-
Net Income - Y-T-D 2005	674,987
Distributions - 2005	(517,515)
Withdrawals- 2005	(514,190)
Syndication Costs - 2005	-
Rounding	-
Members' Equity at August 31, 2005	<u><u>\$ 14,912,906</u></u>