

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
BALANCE SHEET  
August 31, 2009**

**ASSETS**

<b>Current Assets</b>		
Cash in Bank	\$ 802,815	
Accrued Interest Receivable	113,834	
<b>Total Current Assets</b>	<u>                    </u>	<b>\$916,649</b>
<b>Loan Portfolio</b>		
Mortgage Loans held	\$ 2,525,683	
Loans in Process & Advanced Costs	414,648	
Allowance for Foreclosed Assets	<u>(415,508)</u>	
		<b>\$2,524,823</b>
<b>Other Assets</b>		
Real Estate Owned	\$ 1,207,214	
Bond - Certificate of Deposit	<u>10,000</u>	
<b>Total Other Assets</b>		<u><b>\$1,217,214</b></u>
<b>Total Assets</b>		<u><u><b>\$4,658,686</b></u></u>

**LIABILITIES AND EQUITY**

<b>Current Liabilities</b>		
Accrued Expenses - Attorney for Receiver	\$ 39,203	
Accrued Expenses - Receiver	<u>141,335</u>	
<b>Total Current Liabilities</b>		<b>\$ 180,538</b>
<b>Total Members' Equity</b>		<u><b>4,478,148</b></u>
<b>Total Liabilities and Members' Equity</b>		<u><u><b>\$ 4,658,686</b></u></u>

*OK  
10/2/09*

**EMVEST MORTGAGE FUND LLC**  
**(A LIMITED LIABILITY COMPANY)**  
**INCOME STATEMENT**  
**FOR THE EIGHT MONTHS ENDED AUGUST 31, 2009**

<b>Revenue</b>	
<b>Interest Income</b>	<b>\$ 13,005</b>
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<b>Total Revenue</b>	<b>\$ 13,005</b>
<b>Operating Expenses</b>	
<b>Accounting/Bus Operations - Receiver</b>	<b>68,595</b>
<b>Advance Insurance</b>	<b>-</b>
<b>Attorney Expenses - Receiver</b>	<b>33,669</b>
<b>Bad Debt</b>	<b>375,000</b>
<b>Bank Service Charges</b>	<b>3,929</b>
<b>Licenses, Fees &amp; Permits</b>	<b>570</b>
<b>Litigation Response - Receiver</b>	<b>-</b>
<b>Loan Documentation</b>	<b>-</b>
<b>Loan Servicing - FCI</b>	<b>195</b>
<b>Miscellaneous</b>	<b>-</b>
<b>Office Expense</b>	<b>10,204</b>
<b>REO Costs</b>	<b>57,377</b>
<b>Taxes</b>	<b>2,600</b>
<b>Tax Issues - Receiver</b>	<b>-</b>
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<b>Total Operating Expenses</b>	<b>\$ 552,139</b>
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<b>Net Ordinary Income</b>	<b>(539,134)</b>
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<b>Other Income/(Expense)</b>	
<b>Other Income</b>	<b>81,453</b>
<b>Interest Other</b>	<b>-</b>
<b>Other Expense</b>	<b>-</b>
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<b>Net Other Income/(Expense)</b>	<b>81,453</b>
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<b>Net Income</b>	<b>\$ (457,681)</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 8/31/09

	<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>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	
Capital Contributions	\$ 4,215,807	8,080,495	8,014,408	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)	(457,681)	3,049,420
Distributions to Members	(124,574)	(908,462)	(1,570,242)	(857,856)	(992,290)	(687,881)	(532,188)	(331,046)	(6,048,799)
Withdrawals to Members	(182,734)	(426,570)	(2,140,175)	(556,103)	(973,373)	(6,214,386)	(1,309,194)	(154,204)	(12,115,150)
Rounding						1	0	0	2
Syndication Costs	<u>(231,842)</u>	<u>(394,106)</u>	<u>(402,496)</u>	-	11,821	95,918	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>\$ 4,478,148</u>	<u>\$ 4,275,478</u>

Book Value of \$10,000 Investment      \$ 9,359      \$ 9,109      \$ 8,695      \$ 8,817      \$ 9,811      \$ 9,275      \$ 6,491      \$ 5,464

**Emvest Mortgage Fund**  
**Schedule of Accrued Interest**  
**08/31/09**

<u>FCI Loan #</u>	<u>Name</u>	<u>Balance at 08/31/09</u>	<u>Rate</u>	<u>Last Payment</u>	<u>End of Month</u>	<u># of Days</u>		<u>Interest Due</u>
FCI/1	Thomas	540,000.00	14.500%	02/08/09	08/31/09	204	F	24,026.30
ALG/122	Sellers	288,917.31	12.000%	10/13/08	08/31/09	322	F	26,121.29
FCI/8	Praise	160,000.00	12.950%	11/11/07	08/31/09	659	BK	9,707.18
ALG/123	Zohn	223,181.72	12.000%	11/09/08	08/31/09	295	F	17,169.71
FCI/20	Mendoza	348,500.00	12.500%	04/27/08	08/31/09	491	BK	18,618.49
FCI/25	Tashchyan	368,048.76	12.000%	12/21/07	08/31/09	619	F	15,851.31
FCI/27	Nelson	310,500.00	12.500%	08/09/09	08/31/09	22		2,339.38
	<b>Grand Totals</b>	<u>2,239,147.79</u>						<u>113,833.66</u>