

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
BALANCE SHEET  
June 30, 2007**

**ASSETS**

<b>Current Assets</b>		
Cash in Bank	\$ 2,849,887	
Due from United Mortgage Service	-	
Due from Emvest, Inc.	12,140	
Accrued Interest Receivable	<u>276,305</u>	
<b>Total Current Assets</b>		<b>\$ 3,138,332</b>
<b>Loan Portfolio</b>		
Mortgage Loans held	\$ 6,866,504	
Less Loan Origination Fees	(99,150)	
Loans in Process & Advanced Costs	48,412	
Allowance for Foreclosed Assets	<u>(586,446)</u>	
		<b>\$ 6,229,320</b>
<b>Other Assets</b>		
Real Estate Owned	\$ 470,000	
Bond - Certificate of Deposit	<u>10,000</u>	
<b>Total Other Assets</b>		<b>\$ 480,000</b>
<b>Total Assets</b>		<b>\$ 9,847,652</b>

**LIABILITIES AND EQUITY**

<b>Current Liabilities</b>		
Accrued Expenses - Attorney for Receiver	\$ 42,820	
Accrued Expenses - Receiver	182,373	
Other Payable	<u>2,573</u>	
<b>Total Current Liabilities</b>		<b>\$ 227,766</b>
<b>Total Members' Equity</b>		<b><u>9,619,886</u></b>
<b>Total Liabilities and Members' Equity</b>		<b>\$ 9,847,652</b>

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
INCOME STATEMENT  
FOR THE SIX MONTHS ENDED JUNE 30, 2007**

<b>Revenue</b>	
Interest Income	<b>\$ 448,838</b>
Loan Origination Fees	<b>99,150</b>
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<b>Total Revenue</b>	<b>\$ 547,988</b>
<b>Operating Expenses</b>	
Accounting/Bus Operations - Receiver	75,000
Attorney Expenses - Receiver	20,702
Bad Debt	500,000
Dues & Subscriptions	500
Legal Fees	240
Licenses, Fees & Permits	545
Litigation Response - Receiver	32,051
Loan Documentation	3,873
Loan Servicing Fees - UMS	1,476
Loan Servicing - FCI	1,920
Office Expense	5,987
Printing and Reproductions	248
REO Costs	4,250
Taxes	8,266
Tax Issues - Receiver	10,136
Telephone	1,231
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<b>Total Operating Expenses</b>	<b>\$ 666,425</b>
<b>Net Ordinary Income</b>	<b>(118,437)</b>
<b>Other Income/(Expense)</b>	
Other Income	4,468
Other Expense	-
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<b>Net Other Income/(Expense)</b>	<b>4,468</b>
<b>Net Income</b>	<b><u><u>\$(113,969)</u></u></b>

**EMVEST MORTGAGE FUND LLC  
(A LIMITED LIABILITY COMPANY)  
RECAP OF MEMBERS EQUITY  
FOR THE TIME PERIOD 01/01/02 THROUGH 6/30/07**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>Y-T-D 2,007</u>	<u>Totals</u>
<b>Members' Equity at Beginning of Year</b>	-0-	\$ 3,774,359	\$ 10,646,176	\$ 15,269,624	\$ 15,003,527	15,840,643	
<b>Capital Contributions</b>	\$ 4,215,807	8,080,495	8,014,408	-	-	-	20,310,710
<b>Net Income</b>	97,702	520,460	721,953	1,147,862	2,790,958	(113,969)	5,164,966
<b>Distributions to Members</b>	(124,574)	(908,462)	(1,570,242)	(857,856)	(992,290)	(365,398)	(4,838,822)
<b>Withdrawals to Members</b>	(182,734)	(426,570)	(2,140,175)	(556,103)	(973,373)	(5,794,186)	(10,073,141)
<b>Rounding</b>						3	3
<b>Syndication Costs</b>	<u>(231,842)</u>	<u>(394,106)</u>	<u>(402,496)</u>	<u>-</u>	<u>11,821</u>	<u>72,793</u>	<u>(943,830)</u>
<b>Members' Equity at End of Year</b>	<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>\$ 9,619,886</u>	<u>\$ 9,619,886</u>
<b>Book Value of \$10,000 Investment</b>	\$ 9,359	\$ 9,109	\$ 8,695	\$ 8,817	\$ 9,811	\$ 9,397	
						9,446,221	
						173,665	
						86,833	

**Emvest Mortgage Fund  
Schedule of Accrued Interest  
06/30/07**

<b>Unified</b>		<b>Balance at</b>		<b>Last</b>	<b>End of</b>	<b># of</b>		<b>Interest</b>
<b>Loan #</b>	<b>Name</b>	<b>06/30/07</b>	<b>Rate</b>	<b>Payment</b>	<b>Month</b>	<b>Days</b>		<b>Due</b>
PNL1260	Sumner	18,878.10	12.750%	11/01/04	11/30/06	759		5,005.15
<b>FCI</b>		<b>Balance at</b>		<b>Last</b>	<b>End of</b>	<b># of</b>		<b>Interest</b>
<b>Loan #</b>	<b>Name</b>	<b>06/30/07</b>	<b>Rate</b>	<b>Payment</b>	<b>Month</b>	<b>Days</b>		<b>Due</b>
WG-01	Sanchez	438,057.71	12.000%	02/01/07	06/30/07	149	F	12,964.76
ALG/115	Lerman	293,886.75	12.250%	05/01/07	06/30/07	60		5,917.99
FCI/1	Thomas	540,000.00	14.500%	03/08/07	06/30/07	114		24,455.34
ALG/118	Stevens	346,039.24	12.250%	11/21/06	06/30/07	221	F	15,097.74
FCI/2	Baez	280,000.00	15.000%	03/13/07	06/30/07	109		12,542.47
FCI/5	Seng	548,000.00	13.000%	01/24/07	06/30/07	157	F	24,787.62
ALG/122	Sellers	288,917.31	12.000%	01/13/07	01/13/07	0	F	26,121.29
FCI/13	Middell	448,000.00	11.500%	10/15/06	06/30/07	258	F	36,416.88
ALG/123	Zohn	224,183.52	12.000%	06/09/07	06/30/07	21		1,547.79
FCI/17	Martinez	584,191.29	12.250%	11/26/06	12/31/06	35	F	6,862.25
FCI/18	Greene	229,410.74	13.000%	05/26/07	06/30/07	35		2,859.78
FCI/20	Mendoza	348,500.00	12.500%	03/27/07	06/30/07	95		11,338.18
FCI/22	Wilkins	165,000.00	15.000%	09/10/06	06/30/07	293	F	13,697.26
FCI/26	Byington	650,000.00	13.500%	02/25/07	05/31/07	95	F	22,839.04
ALG/127	Grotjahn	474,163.88	12.000%	02/10/07	06/30/07	140	F	21,824.53
FCI/25	Tashchyan	388,775.41	12.000%	04/21/07	06/30/07	70		8,486.89
FCI/27	Nelson	310,500.00	12.500%	04/09/07	06/30/07	82		8,719.52
	Munnee	310,000.00	12.000%	05/15/07	06/30/07	46		14,820.82
	<b>Grand Totals</b>	<b>6,866,503.95</b>						<b>276,305.30</b>