

IN THE DISTRICT COURT OF OKLAHOMA COUNTY  
STATE OF OKLAHOMA

FILED IN THE DISTRICT COURT  
OKLAHOMA COUNTY, OKLA.

DEC 11 2006

Oklahoma Department of Securities, )  
 ex rel. Irving L. Faught, Administrator, )  
 )  
 Plaintiff, )  
 )  
 vs. )  
 )  
 Accelerated Benefits Corporation, a Florida )  
 corporation, et al., )  
 )  
 Defendants. )

PATRICIA PRESLEY, COURT CLERK  
 by \_\_\_\_\_  
 DEPUTY

Case No.: CJ-99-2500-66  
 Judge Daniel L. Owens

**CONSERVATOR'S STATUS REPORT TO THE COURT REGARDING  
 DISBURSEMENT OF SALE PROCEEDS TO INVESTORS**

COMES NOW H. Thomas Moran, Conservator of certain assets of Accelerated Benefits Corporation pursuant to the Court's Order Appointing Conservator and Transferring Assets dated February 6, 2002, and hereby reports to the Court regarding disbursements made to investors resulting from the sale of Conservatorship Assets. The Conservator would show the Court as follows:

1. On February 6, 2002, the Court entered its Order Appointing Conservator and Transferring Assets (the "Conservatorship Order").
2. Under the Conservatorship Order, H. Thomas Moran was appointed Conservator of certain assets of Accelerated Benefits Corporation ("ABC") and its agents, including American Title Company of Orlando ("ATCO") and David Piercefield (the "Conservatorship Assets").
3. Pursuant to the directives of the Conservatorship Order, the Conservator sought

7/16.

offers from various institutional buyers for the sale of certain Conservatorship Assets, which consisted of viatical life settlement insurance policies owned by ABC (the "Viaticals").

4. On October 25, 2002, the Conservator filed his Motion for Order Approving Sale of Conservatorship Assets (the "Motion to Sell").

5. Following a hearing on the Motion to Sell, the Court entered its ruling on December 23, 2002, approving the sale of Conservatorship Assets. The order approving the sale was entered by the Court on January 16, 2003 and subsequently modified by the Court on January 24, 2003.

6. Following the Court's ruling on the Motion to Sell, the Conservator began negotiations with the buyer on the purchase contracts setting forth the terms and conditions of the sale (the "Purchase Contracts").

7. On February 18, 2003, the Conservator filed his application for instructions from the Court and sought approval of the Conservator's proposed plan of distribution of the proceeds of the sale.

8. On March 18, 2003, the Court entered its order approving the Conservator's proposed plan of distribution.

9. The original buyer defaulted under the Purchase Contracts and on June 24, 2005, the Court approved the sale of the remaining Viaticals to a new purchaser under essentially the same terms.

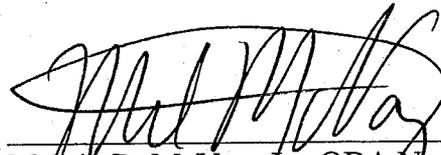
10. The subsequent purchaser also defaulted under the Purchase Contracts and on June 2, 2006, the Court approved the sale of the remaining Viaticals to another new purchaser under

essentially the same terms.

11. To date, payment of all monthly premiums and servicing costs have been made by the purchasers as required under the terms of the Purchase Contracts.

12. As of the date of this report, the total amount of funds disbursed to investors from the sale is \$23,447,870.05.

Respectfully submitted,



Melvin R. McVay, Jr., OBA No. 6096

Thomas P. Manning, OBA No. 16117

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ATTORNEYS FOR CONSERVATOR,

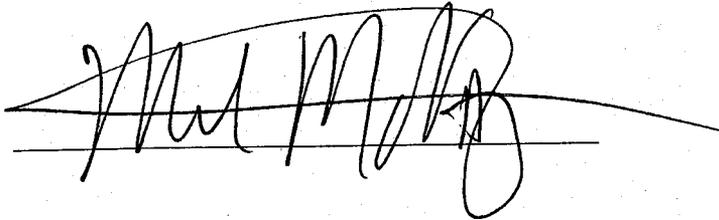
H. THOMAS MORAN

**CERTIFICATE OF MAILING**

The undersigned certifies that on the 11<sup>th</sup> day of December, 2006, a true and correct copy of the foregoing document was sent postage prepaid by first-class mail, to:

Patricia A. Labarthe, Esq.  
Oklahoma Department of Securities  
First National Center, Suite 860  
120 North Robinson  
Oklahoma City, OK 73102  
Attorney for Plaintiff

William H. Whitehill, Jr., Esq.  
Fellers, Snider, Blankenship,  
Bailey & Tippens, P.C.  
100 North Broadway Avenue, Suite 1700  
Oklahoma City, Oklahoma 73102  
Attorney for Defendants,  
Accelerated Benefits Corporation and  
American Title Company of Orlando

A handwritten signature in black ink, appearing to read 'W. Whitehill', is written over a horizontal line. The signature is stylized and somewhat cursive.