

NO. D-1-GV-08-001572

STATE OF TEXAS, Plaintiff	§	IN THE DISTRICT COURT OF
	§	
v.	§	TRAVIS COUNTY, TEXAS
	§	
ESQUIRE TITLE, LLC, Defendant	§	261st JUDICIAL DISTRICT

**SPECIAL DEPUTY RECEIVER'S QUARTERLY FINANCIAL REPORT AND
SUMMARY STATEMENT OF EXPENSES
(SEPTEMBER 1, 2009 THROUGH NOVEMBER 30, 2009)**

TO THE HONORABLE DISTRICT COURT:

Cantilo & Bennett, L.L.P., solely in its capacity as the Special Deputy Receiver of Esquire Title, LLC (the “SDR” and “Esquire” respectively), files this Financial Report and Summary Statement of Expenses of the receivership estate for the period of September 1, 2009 to November 30, 2009. The attached report is filed pursuant to TEX. INS. CODE ANN., §§ 443.015(2)(g) and 443.016(a) and the Court's Order Approving the SDR's First Supplemental Application, as Supplemented, for Approval of Fees and Expenses, entered on August 5, 2009.

The Special Deputy Receiver has served this Quarterly Financial Report to all known parties at interest, as shown in the certificate of service.

Respectfully submitted,

By: /s/ Christopher Fuller
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And

By: /s/ Jo Ann Howard
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Title, LLC

CERTIFICATE OF SERVICE

I certify that on December 15, 2009, a true and correct copy of this Report was served pursuant to the Order of Reference, the Texas Rules of Civil Procedure, and the Court's order on electronic service on the following.

/s/ Christopher Fuller
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**Esquire Title, LLC, in Receivership
Statement of Expenses**

**For Period Ending
11/30/09**

	Total Sep	Total Oct	Total Nov	Total Quarter
SDR				
Cantilo & Bennett, LLP				
Partner/Attorney/	9,345.00	10,635.00	2,235.00	22,215.00
Partner/Attorney Travel	0.00	75.00	75.00	150.00
Partner/Attorney/	30.00	60.00	45.00	135.00
Partner/Attorney Travel	0.00	0.00	0.00	0.00
Attorney/Associate/	225.00	125.00	25.00	375.00
Attorney/Associate Travel	0.00	0.00	0.00	0.00
Attorney/Associate	0.00	0.00	0.00	0.00
Receivership Specialist/	72.00	63.00	18.00	153.00
Receivership Specialist	630.00	666.00	63.00	1,359.00
Receivership Specialist/	45.00	657.00	6,120.00	6,822.00
Credit	0.00	0.00	(441.00)	(441.00)
Expenses	22.00	119.51	30.28	171.79
Total SDR Billing	10,369.00	12,400.51	8,170.28	30,939.79

SDR Subcontractors - Legal

Jo Ann Howard & Associates, P.C.				
Senior Legal Specialist	0.00	0.00	0.00	0.00
Senior Legal Specialist	740.00	780.00	0.00	1,520.00
Junior Legal Specialist/	0.00	0.00	0.00	0.00
Junior Legal Specialist-Travel	0.00	0.00	0.00	0.00
Junior Legal Specialist	0.00	0.00	0.00	0.00
Paralegal/	72.00	36.00	0.00	108.00
Expenses	7.24	7.24	0.00	14.48
Total Billing	819.24	823.24	0.00	1,642.48

Total Legal Subcontractors 819.24 823.24 0.00 1,642.48

SDR Subcontractors - Other

Subcontractor Name				
Accountant-Principal/	285.00	225.00	420.00	930.00
Accountant-Principal Travel	0.00	0.00	0.00	0.00
Senior Accountant	0.00	0.00	0.00	0.00
Senior Accountant-Travel	0.00	0.00	0.00	0.00
Accountant	0.00	0.00	400.00	400.00
Accountant	0.00	0.00	0.00	0.00
Accountant/	783.00	684.00	1,121.36	2,588.36
Clerical/	0.00	0.00	0.00	0.00

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**Esquire Title, LLC, in Receivership
Statement of Expenses**

**For Period Ending
11/30/09**

	Total Sep	Total Oct	Total Nov	Total Quarter
Expenses	22.99	19.97	18.00	60.96
Total Billing	1,090.99	928.97	1,959.36	3,979.32
ABACI Inc				
Application Designer /	72.00	0.00	0.00	72.00
Application Designer Travel	0.00	0.00	0.00	0.00
Data Analyst	0.00	0.00	0.00	0.00
Data Analyst Travel	0.00	0.00	0.00	0.00
Expenses	0.00	0.00	0.00	0.00
Total Billing	72.00	0.00	0.00	72.00
EMKAY Associates				
s&o Claims Manager/	187.00	34.00	34.00	255.00
Claims Manager	0.00	0.00	0.00	0.00
S&o Claims Manager Travel	0.00	0.00	0.00	0.00
Claims Representative/	0.00	0.00	0.00	0.00
Claims Representative	22.50	0.00	0.00	22.50
Claims Representative/	357.50	58.50	39.00	455.00
Claims Representative Travel	0.00	0.00	0.00	0.00
S&O Claims Representative/	607.50	202.50	112.50	922.50
Claims Representative	0.00	35.00	12.50	47.50
S&O Claims Representative Travel	22.50	67.50	22.50	112.50
Records Management	0.00	0.00	0.00	0.00
Credit	0.00	0.00	(141.00)	(141.00)
Expenses	0.00	0.00	0.00	0.00
	1,197.00	397.50	79.50	1,674.00
Total Other SDR Subcontractors	2,359.99	1,326.47	2,038.86	5,725.32

Receivership Service Providers

Clark Checks	0.00	0.00	106.03	106.03
Public Storage-Offsite Storage	564.00	382.40	425.80	1,372.20
RamQuest Software (Claims Software Sys	541.25	541.25	541.25	1,623.75
Safesite, Inc.-Offsite Storage (Austin)	197.50	197.50	197.50	592.50
Mills Roberts-Insurance	600.00	0.00	0.00	600.00

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Esquire Title, LLC, in Receivership
Statement of Expenses

For Period Ending
11/30/09

	Total Sep	Total Oct	Total Nov	Total Quarter
Operating Account	0.00	7.50	0.00	7.50
Texas Treasury	12.31	11.84	0.00	24.15
Total Other	1,915.06	1,140.49	1,270.58	4,326.13
Liquidation Oversight Allocation				
RLO Allocation	0.00	1,836.90	740.77	2,577.67
Special Master's Fees	0.00	50.66	44.13	94.79
Total RLO & SM Expense	0.00	1,887.56	784.90	2,672.46
Total Expenses	15,463.29	17,578.27	12,264.62	45,306.18

Esquire Title, LLC, in Receivership
Statement of Net Assets

For the Period Ending
11/30/09

Line		11/30/09
Cash		
1	Cash - Unrestricted	92,658
Investments		
2	Short-Term Investments	
3	Bonds, Preferred Stocks & Common Stocks	
4	Investments in Subsidiaries, Controlled or Affiliated Entities	
5	Mortgage Loans	
6	Real Estate	
7	Policy Loans	
8	Other Invested Assets	
Reinsurance		
9.1	Reinsurance Recoverables on Paid Losses & LAE	
9.1A	Allowance for Reinsurance on Paid Losses & LAE	
9.2	Reinsurance Recoverables on Unpaid Losses & LAE	
9.2A	Allowance for Reinsurance on Unpaid Losses & LAE	
9.3	Reinsurance Recoverables on UEP & Contingent Commissions	
Receivables		
10	Salvage & Subrogation Recoveries	
11	Premiums Due & Accrued from Agents & Policyholders	
12	Receivable from Parents, Subsidiaries & Affiliates	
13	Accrued Investment Income	
14	Receivable from Guaranty Associations - Early Access Payments	
Other Assets		
15.1	FF&E	
15.2	Prepaid Expenses	
16	Other Assets	
Restricted Assets		
17.1	Restricted - Statutory Deposits	
17.2	Restricted - Funds held by or deposited with Reinsured Companies	
17.3	Restricted - Separate Accounts & Protected Cell Accounts	
17.4	Restricted - Other	5,983
18	Total Unrestricted Assets	92,658
19	Total Restricted Assets	5,983
19A	Net Assets not Categorized	
20	Total Assets	98,641

NOTES

Ref No.

- 17.4 Represents amounts in Wallis State Bank Escrow account 290 in the amount of \$4,922 and Frost Bank Escrow account 101 in the amount of \$1,061.

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**Esquire Title, LLC, in Receivership
Changes in Net Assets**

**For Period Ending
11/30/09**

Line		Qtr Ending 08/31/09	Qtr Ending 11/30/09	Change
Cash				
1	Cash - Unrestricted	140,564	92,658	(47,906)
Investments				
2	Short-Tem Investments		0	0
3	Bonds, Preferred Stocks & Common Stocks		0	0
4	Investments in Subsidiaries, Controlled or Affiliated Entities		0	0
5	Mortgage Loans		0	0
6	Real Estate		0	0
7	Policy Loans		0	0
8	Other Invested Assets		0	0
Reinsurance				
9.1	Reinsurance Recoverables on Paid Losses & LAE		0	0
9.1A	Allowance for Reinsurance on Paid Losses & LAE		0	0
9.2	Reinsurance Recoverables on Unpaid Losses & LAE		0	0
9.2A	Allowance for Reinsurance on Unpaid Losses & LAE		0	0
9.3	Reinsurance Recoverables on UEP & Contingent Commissions		0	0
Receivables				
10	Salvage & Subrogation Recoveries		0	0
11	Premiums Due & Accrued from Agents & Policyholders		0	0
12	Receivable from Parents, Subsidiaries & Affiliates		0	0
13	Accrued Investment Income		0	0
14	Receivable from Guaranty Associations - Early Access Payments		0	0
Other Assets				
15.1	FF&E		0	0
15.2	Prepaid Expenses		0	0
16	Other Assets		0	0
Restricted Assets				
17.1	Restricted - Statutory Deposits		0	0
17.2	Restricted - Funds held by or deposited with Reinsured Companies		0	0
17.3	Restricted - Separate Accounts & Protected Cell Accounts		0	0
17.4	Restricted - Other	5,983	5,983	0
18	Total Unrestricted Assets	140,564	92,658	(47,906)
19	Total Restricted Assets	5,983	5,983	0
19A	Net Assets not Categorized		0	0
20	Total Assets	146,547	98,641	(47,906)

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**Esquire Title, LLC, in Receivership
Statement of Net Liabilities**

**For Period Ending
11/30/09**

Line		Class	11/30/09
1	Secured Claims	1	5,983
2	Special Deposit Claims	1	
Administrative			
3	Administrative Claims - State/Receiver		
	Special Deputy Receiver, Subcontractors Fees & Expenses	1	10,209
	Liquidation Oversight & Special Master's Fees	1	785
	Unsecured Loans	1	549,142
4	Administrative Claims - Guaranty Assns	1	
	Claims Paid		
	Reserves		
5	LAE - Guaranty Assns	1	
	Claims Paid		
	Reserves		
Loss Claims			
6	Loss Claims - Guaranty Assns	2	
	Loss Claims Paid		889,081
	Reserves		1,291,289
7	Loss Claims - Other	2	
	Loss Claims Paid		
	Reserves		
8	LAE - Other	2	
9	Unearned & Advance Premium Claims (Non Assessable Policies) - GA	2	
10	Unearned & Advance Premium Claims (Non Assessable Policies) - Other	2	
18	Unearned Premium Claims (Assessable Policies) - GA	2	
Other Creditors			
11	Federal Government Claims	3	
12	Employee Claims	4	
13	General Unsecured Creditor Claims (Other than Reinsurance Related)	5	3,443
14	Ceded Reinsurance Related Unsecured Claims	5	
14.1	Assumed Reinsurance Related Unsecured Claims	5	
15	State & Local Government Claims		
	State & Local Governments/Attorneys	6	
	State & Local Governments - Penalties	7	
16	Late Filed Claims - Unexcused	8	
17	Surplus Notes	9	
19	Unearned Premium Claims (Assessable Policies) - Other	9	
20	Shareholder Claims	11	
21	Other Liabilities		
	Interest	10	
	Other		
22	Total Liabilities		2,749,932
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities		(2,651,291)
	Total Liabilities & Equity		98,641

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**Esquire Title, LLC, in Receivership
Statement of Net Liabilities**

**For Period Ending
11/30/09**

NOTES

All amounts recorded based on adjudicated claims unless otherwise specified

Ref. No.

1 Represents amounts held in Escrow bank accounts for funds held on behalf of customers.

3 Unsecured Loans - represents a loan from the Texas Abandoned Property Fund.

6 Represents adjudicated claims information received from the Texas Title Insurance Guaranty Association (TTIGA) as of November 30, 2009.

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**Esquire Title, LLC, in Receivership
Changes in Net Liabilities**

**For Period Ending
11/30/09**

Line		Qtr Ending 08/31/09	Qtr Ending 11/30/09	Change
1	Secured Claims	5,983	5,983	0
2	Special Deposit Claims		0	0
Administrative				
3	Administrative Claims - State/Receiver			0
	Special Deputy Receiver, Subcontractors Fees & Expenses	13,019	10,209	(2,810)
	Liquidation Oversight & Special Master's Fees	675	785	110
	Unsecured Loans	549,142	549,142	0
4	Administrative Claims - Guaranty Assns		0	0
	Claims Paid		0	0
	Reserves		0	0
5	LAE - Guaranty Assns		0	0
	Claims Paid		0	0
	Reserves		0	0
Loss Claims				
6	Loss Claims - Guaranty Assns		0	0
	Loss Claims Paid	836,999	889,081	52,082
	Reserves	778,270	1,291,289	513,019
7	Loss Claims - Other		0	0
	Loss Claims Paid		0	0
	Reserves		0	0
8	LAE - Other		0	0
9	Unearned & Advance Premium Claims (Non Assessable Policies) - GA		0	0
10	Unearned & Advance Premium Claims (Non Assessable Policies) - Other		0	0
18	Unearned Premium Claims (Assessable Policies) - GA		0	0
Other Creditors				
11	Federal Government Claims		0	0
12	Employee Claims		0	0
13	General Unsecured Creditor Claims (Other than Reinsurance Related)	3,443	3,443	0
14	Ceded Reinsurance Related Unsecured Claims		0	0
14.1	Assumed Reinsurance Related Unsecured Claims		0	0
15	State & Local Government Claims		0	0
	State & Local Governments/Attorneys		0	0
	State & Local Governments - Penalties		0	0
16	Late Filed Claims - Unexcused		0	0
17	Surplus Notes		0	0
19	Unearned Premium Claims (Assessable Policies) - Other		0	0
20	Shareholder Claims		0	0
21	Other Liabilities		0	0
	Interest		0	0
	Other		0	0
22	Total Liabilities	2,187,531	2,749,932	562,401
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(2,040,984)	(2,651,291)	(610,307)
	Total Liabilities & Equity	146,547	98,641	(47,906)

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**Esquire Title, LLC, in Receivership
Sources & Uses of Cash**

**For Period Ending
11/30/09**

Line	Qtr Ending Nov-09
Income	
1 Premium Receipts	0
2 Settlements	0
3 Policy Loan Receipts	0
4 Proceeds from Sale of Real or Personal Property	0
5 Reinsurance Recoveries	0
6 Salvage & Subrogation Recoveries	0
7 Agents' Balances Received	0
8 Collection of Affiliate Receivables	0
9 Recovery of Taxes Previously Paid	0
10 Other Receipts	72
11 Total Operational Receipts	72
12 Interest & Dividend Receipts	27
13 Net Cash Provided by Investment Activities	0
14 Total Cash Receipts from Investment Activities	27
15 Total Cash Receipts	99
Operational Expenses	
16 Deputy Receiver & Consulting Fees & Expenses	36,923
17 Employee Salaries, P/R Taxes & Employee Benefits	0
18 Rent, Office & Other Facility Expenses	1,965
19 Legal Fees & Expenses	1,766
20 Accounting & Auditing Fees & Expenses	3,028
21 SGA - Administration Expenses other than LAE	137
22 Ancillary Administration Expenses	2,563
23 Other Disbursements	0
24 Total Operational Disbursements	46,382
Investment Expenses	
25 Investment Expenses	0
26 Purchase of Invested Assets	0
27 Total Disbursements for Investment Activities	0
Claims Paid	
28.1 Losses/Benefit Payments - SGA	0
28.2 Losses/Benefit Payments - Non SGA	0
28.3 Losses/Benefit & LAE Payments - Special Deposits	0
29.1 LAE Payments - SGA	0
29.2 LAE Payments - non SGA	1,623
30 Early Access Payments	0
31 Reinsurance Payments	0
32 Total Cash Distributions	1,623
33 Total Cash Disbursements & Distributions	48,005
34 Net Increase(Decrease) in Cash	(47,906)
35 Cash at Beginning of Period	140,564
36 Cash at End of Period	92,658

29.2 Represents invoices paid to Ramquest-claims