

NO. D-1-GV-08-001572

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

**SPECIAL DEPUTY RECEIVER'S QUARTERLY FINANCIAL REPORT AND  
SUMMARY STATEMENT OF EXPENSES  
(MARCH 1, 2011 THROUGH MAY 31, 2011)**

**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 March 1, 2011 to May 31, 2011. 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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Esquire Title, LLC

And

By: /s/ Jo Ann Howard

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its capacity as the Special Deputy Receiver of  
Esquire Title, LLC

### **CERTIFICATE OF SERVICE**

I certify that on June 15, 2011, 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

Christopher Fuller

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

**For Period Ending  
05/31/11**

	<b>Total Mar</b>	<b>Total Apr</b>	<b>Total May</b>	<b>Total Quarter</b>
<b>SDR</b>				
Cantilo & Bennett, LLP				
Partner/Attorney/	6,975.00	7,350.00	9,750.00	24,075.00
Partner/Attorney Travel				0.00
Partner/Attorney/	30.00			30.00
Partner/Attorney/	175.00			175.00
Partner/Attorney Travel				0.00
Receivership Specialist/	63.00	18.00	36.00	117.00
Receivership Specialist				0.00
Receivership Specialist/				0.00
Credit				0.00
Expenses	13.02	45.73	60.43	119.18
<b>Total SDR Billing</b>	<b>7,256.02</b>	<b>7,413.73</b>	<b>9,846.43</b>	<b>24,516.18</b>
<b>SDR Subcontractors - Legal</b>				
Jo Ann Howard & Associates, P.C.				
Senior Legal Specialist		420.00	980.00	1,400.00
Junior Legal Specialist/				0.00
Paralegal/	108.00			108.00
Expenses	6.31			6.31
<b>Total Billing</b>	<b>114.31</b>	<b>420.00</b>	<b>980.00</b>	<b>1,514.31</b>
<b>Total Legal Subcontractors</b>	<b>114.31</b>	<b>420.00</b>	<b>980.00</b>	<b>1,514.31</b>
<b>SDR Subcontractors - Other</b>				
Petrosewicz & Company, Inc.				
Accountant-Principal/	450.00	105.00	195.00	750.00
Accountant-Principal Travel				0.00
Senior Accountant	375.00			375.00
Senior Accountant-Travel				0.00
Accountant/	333.00	414.00	549.00	1,296.00
Clerical/				0.00
Expenses	15.49	9.52	21.92	46.93
<b>Total Billing</b>	<b>1,173.49</b>	<b>528.52</b>	<b>765.92</b>	<b>2,467.93</b>
ABACI Inc				
Business Analyst	17.00	0.00	0.00	17.00
Business Analyst Travel	0.00	0.00	0.00	0.00
Application Designer /	24.00			24.00

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

**For Period Ending  
05/31/11**

Application Designer Travel				0.00
Data Analyst				0.00
Data Analyst Travel				0.00
Expenses				0.00
<b>Total Billing</b>	<b>41.00</b>	<b>0.00</b>	<b>0.00</b>	<b>41.00</b>
EMKAY Associates				
s&o Claims Manager/	59.50	51.00	17.00	127.50
Claims Representative		37.50		37.50
Claims Representative/		52.00	13.00	65.00
Claims Representative/				0.00
Claims Representative Travel				0.00
S&O Claims Representative/	108.00	117.00	130.50	355.50
Claims Representative	25.00	37.50	32.50	95.00
S&O Claims Representative Travel	29.25	58.50	58.50	146.25
Records Management				0.00
	<b>221.75</b>	<b>353.50</b>	<b>251.50</b>	<b>826.75</b>
<b>Total Other SDR Subcontractors</b>	<b>1,436.24</b>	<b>882.02</b>	<b>1,017.42</b>	<b>3,335.68</b>
<b>Receivership Service Providers</b>				
Public Storage-Offsite Storage	138.00	125.00	125.00	388.00
RamQuest Software (Claims Software System)	541.25	541.25	541.25	1,623.75
Safesite, Inc.-Offsite Storage (Austin)	197.50	197.50	197.50	592.50
Operating Account	0.00	7.50	0.00	7.50
Texas Treasury				0.00
<b>Total Other</b>	<b>876.75</b>	<b>871.25</b>	<b>863.75</b>	<b>2,611.75</b>
<b>Liquidation Oversight Allocation</b>				
RLO Allocation	455.41	787.55	661.31	1,904.27
Special Master's Fees	0.00	24.00	0.66	24.66
<b>Total RLO &amp; SM Expense</b>	<b>455.41</b>	<b>811.55</b>	<b>661.97</b>	<b>1,928.93</b>
<b>Total Expenses</b>	<b>10,138.73</b>	<b>10,398.55</b>	<b>13,369.57</b>	<b>33,906.85</b>

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Esquire Title, LLC, in Receivership  
Statement of Net Assets

For the Period Ending  
05/31/11

ASSETS		Ref Notes
Current Assets		
Checking/Savings		
Unencumbered Cash		
Frost-SDR Operating 5949	13,277	
Texas Treasury Safekeeping 910	826	
Texas Treasury APF 931	10,054	
Total Unencumbered Cash	<u>24,158</u>	
Restricted Cash Assets		
Wallis State Escrow Acct 810290	4,922	
Frost Bank Escrow 22101	1,061	
Total Restricted Cash Assets	<u>5,983</u>	(1)
Total Checking/Savings	<u>30,141</u>	
TOTAL ASSETS	<u><u>30,141</u></u>	

NOTES

- (1) 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  
05/31/11

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		Qtr Ending 02/28/11	Qtr Ending 05/31/11	Change
<b>Cash</b>				
	Cash - Unrestricted	17,038	14,104	(2,934)
	APF Funds	10,053	10,054	1
<b>Other Assets</b>				
	Investments, Reinsurance, Receivables, Other Assets			0
<b>Restricted Assets</b>				
	Restricted Funds	5,983	5,983	0
	<b>Total Assets</b>	<b>33,074</b>	<b>30,141</b>	<b>(2,933)</b>

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

**For Period Ending  
05/31/11**

<b>LIABILITIES &amp; EQUITY</b>		<b>Note Ref</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
Accounts Payable	62,968	
<b>Total Accounts Payable</b>	62,968	
<b>Other Current Liabilities</b>		
<b>Administrative Claims-GA</b>		
Expense Disbursements	334,665	
<b>Total Administrative Claims-GA</b>	334,665	(4)
<b>Loss Claims-Guaranty Assoc</b>		
Reserves	924,288	(6)
Loss Claims Paid	337,069	(6)
<b>Total Loss Claims-Guaranty Assoc</b>	1,261,357	
<b>Escrow Funds Held-Secured Claim</b>	5,983	(1)
<b>Loan-Abandoned Property Fund</b>	549,142	(2)
<b>Total Other Current Liabilities</b>	2,151,147	
<b>Total Current Liabilities</b>	2,214,115	
<b>Long Term Liabilities</b>		
Gen Unsecured Cred Claims-CI 5	3,443	
<b>Total Long Term Liabilities</b>	3,443	
<b>Total Liabilities</b>	2,217,558	
<b>Equity</b>		
Unassigned Funds	(2,192,990)	
Net Income	5,573	
<b>Total Equity</b>	(2,187,417)	
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>30,141</b>	

**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.
- (2) ABF Loan - represents a loan from the Texas Abandoned Property Fund.
- (4) Reflects TTIGA administrative fees since inception of receivership
- (6) Represents adjudicated claims information received from the Texas Title Insurance Guaranty Association (TTIGA) as of May 31 2011.

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

**For Period Ending**  
**05/31/11**

	Qtr Ending 02/28/11	Qtr Ending 05/31/11	Change
Secured Claims	5,983	5,983	0
APF Loan	549,142	549,142	0
<b>Administrative</b>			
Administrative Claims - State/Receiver	37,722	62,968	25,246
Administrative Claims - Guaranty Assns	334,665	334,665	0
<b>Loss Claims</b>			
Loss Claims & Reserves - Guaranty Assns	1,382,273	1,261,357	(120,916)
Loss Claims & Reserves - Other			0
<b>Other Creditors</b>			
Other Creditors	3,443	3,443	0
<b>Total Liabilities</b>	<b>2,313,228</b>	<b>2,217,558</b>	<b>(95,670)</b>
Total Equity/Deficit	(2,280,154)	(2,187,417)	92,737
<b>Total Liabilities &amp; Equity</b>	<b>33,074</b>	<b>30,141</b>	<b>(2,933)</b>

