IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF ARIZONA

In re:	CASE NO. <u>2-08-bk-07465-RJH</u>			
MORTGAGES LTD	CH. 11 POST CONFIRMATION REPORT			
)	X QUARTERLY FINAL (PLEASE CHECK)			
j	QUARTER ENDING: December 31, 2009			
	DATE PLAN CONFIRMED: May 20, 2009			
SUMMARY OF DISBURSEMENTS:				
A. Disbursements made under the plan, for	current quarter: \$ 1,260,666.44			
B. Disbursements not under the plan, for co	urrent quarter: \$ 0.00			
Total I	Disbursements \$ 1.260.666.44			

ALL DISBURSEMENTS MADE BY THE REORGANIZED DEBTOR, BE THEY UNDER THE PLAN OR OTHERWISE, MUST BE ACCOUNTED FOR AND REPORTED HEREIN FOR THE PURPOSE OF CALCULATING THE QUARTERLY FEES.

PLEASE ANSWER THE FOLLOWING:

1. What are your projections as to your ability to comply with the terms of the plan?

At this time ML Servicing Co., Inc anticipates that it will be able to substantially comply with the terms of the Plan.

2. Please describe any factors which may materially affect your ability to obtain a final decree.

At this time ML Servicing Co., Inc. anticipates that it will be able to substantially comply with the terms of the Plan and ultimately request a final decree.

3. If plan payments have not yet begun, please indicate the date that the first plan payment is due.

Unknown at this time as outcome is largely dependent on litigation.

FILE ORIGINAL REPORT ELECTRONICALLY WITH THE COURT, FILE A PAPER COPY WITH U.S. TRUSTEE'S OFFICE

SUMMARY OF AMOUNTS DISTRIBUTED UNDER THE PLAN:

A DESIGNATION DEVICES	a.	Current Quarter	Paid to Date	Balance Due	
A. FEES AND EXPENSE		0.07.000		Ф 17 1	
1. Disbursing Agent Comp		\$ <u>25,000</u>	\$ <u>25,000</u>	\$_Unknown	
2. Fee for Attorney for Tr	ustee	\$ <u>229,005.27</u>	\$ <u>479,005.27</u>	\$_Unknown	
3. Fee for Attorney for De	btor	\$ <u>4,068.00</u>	\$ <u>4,068.00</u>	\$_Unknown	
4. Other Professionals		\$ <u>5,000.00</u>	\$ <u>5,000.00</u>	\$ Unknown	
5. All Expenses, Including Disbursing Agent's		\$ <u>369,190.04</u>	\$ <u>1,139,393.25</u>	\$ <u>Unknown</u>	
B. DISTRIBUTIONS:					
6. Secured Creditors		\$ 217,403.13	\$ <u>256,568.82</u>	\$ <u>Unknown</u>	
7. Priority Creditors		\$	\$	\$	
8. Unsecured Creditors		\$	\$	\$	
9. Equity Security Holders	s	\$	\$	\$	
10. Other Payments- Specify Class of Payee		\$ <u>411,000.000</u>	\$ <u>6,797,946.3</u> 4	1 \$ <u>Unknown</u>	
Admin Claims (All profess	ional fees)	\$	\$	\$	
		\$	\$	\$	
TOTAL PLAN DISBURSEMENTS \$ 1,260,666.44 \$ 8,706,981.68 \$ Unknown (Report Sum of Lines 1 - 10, current quarter column, on page 1, A.)					
C. Percent Dividend to be Paid to Unsecured Creditors Under Plan Unknown %					
SUMMARY OF PROPERTY TRANSFERRED UNDER THE PLAN:					
	<u> 11</u>	escription of Prop	<u>erty</u>		
Secured Creditors	See Plan for All Details				
Priority Creditors	See Plan for All Details				
Unsecured Creditors	_ See Plan for All Details				
Equity Security Holders	_ See Plan for All Details				
Other Transfers- Specify class of Transferee					

CONSUMMATION OF PLAN:

If this is a final report, has an application for Final Do	ecree been submitted?
Yes Date application was submitted?	
X No Date when application will be submitted	d <u>Unknown</u>
Estimated Date of Final Payment Under Plan <u>Unkno</u>	own
I CERTIFY UNDER PENALTY OF PERJURY THAT TRUE AND CORRECT TO THE BEST OF MY KN	
SIGNED: VERONICA SAS (PRINT NAME)	date: <u>1-29-</u> 10