

**UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF INDIANA
INDIANAPOLIS DIVISION**

UNITED STATES SECURITIES AND EXCHANGE COMMISSION,)	
)	
Plaintiff,)	
)	
v.)	Case No. 1:15-cv-659-JMS-MJD
)	
VEROS PARTNERS, INC,)	
MATTHEW D. HAAB,)	
JEFFERY B. RISINGER,)	
VEROS FARM LOAN HOLDING LLC,)	
TOBIN J. SENEFELD,)	
FARMGROWCAP LLC,)	
PINCAP LLC, and)	
)	
Defendants,)	
)	
PIN FINANCIAL LLC,)	
)	
Relief Defendant.)	

RECEIVER’S EIGHTH INTERIM REPORT

William E. Wendling, Jr., the Receiver herein, by counsel, files this Eighth Interim Report which covers the period of January 1, 2017, through March 31, 2017 (the “Reporting Period”).

The purpose of this Eighth Interim Report is to provide the Court and all interested parties with a description of the nature of the Receiver’s activities, investigations, analysis, conclusions, recommendations to date, and the revenues generated and/or collected by him, and the Receivership Estate expenses incurred during the Reporting Period, exclusive of the Receiver and his attorney’s requests for reimbursement of fees and expenses which will be submitted in a separate pleading. Furthermore, and pursuant to the Court’s Order of February 8, 2017 [Filing No.

352], this Report includes a brief summary of the Receiver's potential plan for winding down the Receivership, including a timetable and an estimate of future costs for doing so.

Introduction

1. On May 1, 2015, William E. Wendling, Jr. was appointed the Receiver, to serve without bond, over Veros Farm Loan Holding LLC ("VFLH"); FarmGrowCap LLC ("FarmGrowCap"); PinCap LLC ("PinCap"); and all private offerings (hereinafter "Private Placements" or "Private Placement Offerings") in which Defendant Veros Partners, Inc. ("Veros") controls investor funds ("Private Offerings") [Filing No. 34]. The Receiver was also given responsibility to monitor and supervise the Defendant Veros Partners, Inc., in regard to expenditures greater than \$5,000.00, hiring/firing decisions, and its wealth management/investment advisory services.

2. The Receiver was authorized to solicit persons and entities ("Retained Personnel") to assist him. On June 23, 2015, the Receiver [Filing No. 65] retained Anne Hensley Poindexter and Rodney T. Sarkovics of Campbell Kyle Proffitt LLP as counsel for the Receiver, on June 30, 2015, the Receiver retained the accounting firm, Blue & Co. [Filing No. 76], and on July 28, 2015, he retained Attorneys Thomas M. Orr and Patrick L. Stevens of the law firm Hutchinson, Cox, Coons, Orr & Sherlock, P.C. of Oregon [Filing No. 88], to further assist him in carrying out his duties. On September 14, 2016, the Receiver retained Attorney David R. Krebs of Hester Baker Krebs LLC as bankruptcy counsel for the Receiver [Filing No. 275].

3. The law firm of Campbell Kyle Proffitt LLP began the process of dissolving effective April 30, 2016. Rodney T. Sarkovics withdrew his appearance [Filing No. 194 and Filing No. 196], and Mrs. Poindexter is now a member of the law firm of Altman, Poindexter & Wyatt, LLC [Filing No. 199]. Due to the dissolution of Campbell Kyle Proffitt LLP, the Receiver joined the law firm of Cohen Garelick & Glazier on April 1, 2016 [Filing No. 193]. His current address

is 8888 Keystone Crossing Blvd, Suite 800, Indianapolis, Indiana 46240-4636; telephone: (317) 573-8888, email: wwendling@cgglawfirm.com and the Receivership web pages can be found at <http://www.cgglawfirm.com/Receiverships/>.

Revised Summary of Receiver's Potential Plan to Wind Down Receivership

4. Pursuant to the Court's order of February 8, 2017 [Filing No. 352], the Receiver provided a brief summary of the Receiver's plan for winding down the Receivership in his Seventh Interim Report. The following is an update to that plan.

5. The Receiver engaged in two distinct operations regarding the management of this Receivership. The first was the management of the Veros Partners, Inc.'s farm loan offerings known as Veros Farm Loan Holding LLC ("VFLH") and FarmGrowCap LLC ("FGC"). These two entities were the centerpiece of the complaint filed by the United States Securities and Exchange Commission against the defendants. The complaint alleged that the defendants engaged in conduct that violated Federal laws and regulations relating to selling investments to the public. The Receiver was charged with the responsibility of collecting and managing funds that were owed to these investors.

6. The second distinct operation of the Receiver was to review and manage twenty-five (25) private placements that were completely separate entities from the VFLH and FGC farm loan offerings. In regard to these twenty-five (25) private placements, there were no allegations by the SEC that the creation or operation of these investments by the defendants involved any violation of laws or regulations. The primary concern that the SEC voiced to the Court and the Receiver about these private placements was that they should not be left in the hands of the defendants to manage because of the nature of the claims set forth in the complaint regarding the VFLH and FGC operations. Furthermore, the SEC was concerned that the funding and operations of these private placements may not be proper so the Receiver was to review these private

placements with the assistance of his counsel and accountants to determine whether the funds from the investors were properly accounted for.

7. During the course of the Receivership, the Receiver has to tried to allocate receivership time and expenses between the two operations. The information below is the present status of both of those operations and the Receiver's plan to wind them down.

8. In regard to the VFLH and FGC farm loan offerings, the Receiver states as follows:

a) The Receiver filed a notice to the court of compliance with Phases II and III and request that the Court allow the interim distribution of \$3,000,000.00 be made forthwith. The Receiver sent the Phase 2 letter to each investor which provided the investor with his or her loss information and the allocation of payment based on that loss. The Investors were given the opportunity to question or object to the Receiver's calculations. Only one investor voiced an objection to the calculation, and after consideration and discussion with the investor, the Receiver agreed with the investor's position. Consequently, the issue was resolved. The Court granted the Receiver's request to distribute the funds and that has been accomplished. The timing of this initial distribution is far shorter than what the Receiver initially reported in the Seventh Interim Report [Filing No. 354, at ECF pp. 3-4].

b) The Receiver believes that a second distribution can be made as soon as the Blue Crop Group private placement is transferred to the investment group. The Court has already approved this transfer and the Receiver and his attorney have been working with the Blue Crop Group's attorney to complete the necessary transfer documents. Upon the execution of those documents Blue Crop Group will pay off loans from FarmGrowCap and PinCap. Most of those funds will

flow to the Receiver's FarmGrowCap checking account. Thus, the balance remaining in the FarmGrowCap checking account after the initial distribution, plus the Blue Crop Group deposit, after receivership expenses, will be available for distribution to the VFLH and FGC investors. It is the Receiver's intention to make this second distribution as soon as possible after receiving the funds from the Blue Crop Group transfer.

- c) The Receiver intends to retain some funds in the Receiver's FarmGrowCap checking account to pursue resolution of the RJ Williams settlement and to use for final Receivership wind down administrative expenses. However, most of the FGC funds will be distributed to the investors. Again, the Receiver expects this to be a shorter time frame than was initially considered.

9. As previously reported [Filing No. 354, at ECF pp. 4-5], there is an additional \$180,000 that may be clawed back from investors in the VFLH/FGC farm offerings who took their profits and did not make further investments. The Receiver will provide the Court, as it requested, with a time and cost estimate and obtain approval before pursuing those monies.

10. The Williams Settlement agreement was personally guaranteed, and those individuals have not filed bankruptcy. Consequently, the Receiver is seeking permission from the Court to commence litigation against the guarantors here in Indianapolis. The Receiver and his counsel have been coordinating this action with other creditors. After the lawsuit is filed, and some discovery received and reviewed, a more detailed and informed analysis will be best made as to the cost benefits of fully pursuing FGC claims. Associated with the Williams farm loans, is a possible claim against a grain elevator company that may have diverted crop payments away from crop proceeds to First Farmers Bank & Trust and FarmGrowCap. A review is being done to determine the viability of pursuing this claim. Although there appears to be additional action that

can be taken on the Williams Settlement Agreement, the Receiver is concerned whether there are sufficient funds likely to be recovered to justify the expense for taking such action; therefore, the Receiver seeks approval only to spend a limited amount of Receivership assets to bring a complaint against the Williams guarantors, but long term litigation, if viable, would most likely be on a contingent fee basis.

11. When the Receiver was appointed, the farm loan offerings (VFLH & FarmGrowCap) were owed principle and interest by the following entities:

- RJW Williams Farm in the approximate amount of \$4,400,000.00
- Crossroads Family Farms in the approximate amount of \$1,600,000.00
- Kirbach Farms in the approximate amount of \$350,000.00
- Boyer Farms in the approximate amount of \$1,000,000.00
- Rosentreter Farms in the approximate amount of \$1,100,000.00
- True Blue Berry Management in the approximate amount of \$228,000.00
- PinCap LLC in the approximate amount of \$424,757.00

Except for Rosentreter Farms, the Receiver has been able to collect all or at least something on each of these loans. Rosentreter appears to be an uncollectable loan, but is subject to limited ongoing investigation. Although the Receiver is still considering collection options on Williams and Rosentreter, the majority of the collection monies owed the farm loan offerings is complete

12. From a receivership administration stand point, The Receiver anticipates the following administrative continuing activities relating to the FarmGrowCap and VFLH operation to be as follows: There will be costs to prepare Federal and State tax returns for 2016 and, maybe, 2017. The Receiver will also file a petition with the court asking that the agreed order appointing the Receiver be modified to correct the requirement that the Receiver set up numerous Qualified Settlement Funds ("QSF") for the various private placements. The Receiver's accountants believe that having to set up a QSF for every private placement will be overly burdensome and expensive.

13. In the Seventh Interim Report, the Receiver discussed options for the disposition of

FarmGrowCap, one of which was to transfer its assets it to the investors or continue to operate it until there was no benefit to the Receivership estate [Filing No. 354, at ECF pp. 5-6]. Upon further consideration, the Receiver believes that the most efficient method of disposing of FarmGrowCap is for it to remain in the receivership estate. Presently, FarmGrowCap is being audited by the IRS, which will continue to cloud its operation. In the future, it may be subject to other third party claims and judgments. If by some extraordinary good fortune, Williams is able to pay comply with the Settlement Agreement a mechanism can be put in place to ensure that the investors receive their share of any installment payments made by Williams.

14. In summary, as it relates to the farm loan offerings, the Receiver believes that a second interim distribution should be made within the next 60 days. The Receiver will leave sufficient funds in the Receiver's FarmGrowCap checking account to fund: 1) the initial litigation against the Williams' Agreement guarantors; 2) the cost of completing the FarmGrowCap tax returns for 2106 and, possibly 2017; and, 3) other tax matters and other miscellaneous expenses of winding down the Receivership. The investors would receive a final distribution when the Receivership is terminated by the Court.

15. In regard to the private placement operation, below is an updated chart of the private placements that have been transferred to the investors. At the time of this writing, the transfer documents for Cherry Farms and Blue Crop Group private placements have not been completed, but the Receiver believes this will be done in the near future. The Receiver's counsel has worked to complete and finalize these documents with counsel for the Investors over the last weeks and months. Once those transfers are complete, all but three (3) of the private placements have been completed or transferred to the investors to operate on their own. The three remaining private placements are Veros Craft Brew I, II, and III. Unfortunately, as described in earlier Quarterly Reports, the Veros Craft Brew investors will most likely not receive anything on their

investment(s). The Borrower has sold all its assets and is unable to pay all of its secured debt much less the unsecured debt held by the investors. The following chart also summarizes the status of each private placement:

Private Placement	Order granting Transfer/Distribution	Status
Veros 702 North – transfer	02/09/2016	Completed
Jennings Design LLC (completed & distributed)	02/16/2016	Completed
TBBM 2015 Op Loan (completed & distributed)	02/16/2016	Completed
Yeager of Frisco – transfer	05/26/2016; amended 06/14/2016	Completed
Veros Switch – transfer	06/10/2016; amended 06/14/2016	Completed
HF Land GP – transfer	06/23/2016	Completed
TBBM 2014 Midterm Mezz – transfer	06/23/2016	Completed
Veros JF Wild – transfer	09/27/2016	Completed
Jeff and Amy Cherry Single Residential Mortgage Loan – transfer	11/15/2016	Completed
Rockdale Holding LLC – transfer	01/09/2017	Completed
Stadiumred – transfer	01/18/2017	In process
Cherry Farms LLC 2011 Loan (\$800,000)	01/27/2017	In process
Cherry Farms LLC 2012, \$1,200,000 Restructuring Loan	01/27/2017	In process
Cherry Farms LLC 2013, \$1,500,000 Line of Credit Loan	01/27/2017	In process
Cherry Farms LLC 2014, \$1,750,000 Line of Credit Loan	01/27/2017	In process
Cherry Farms LLC Individual Loans by 2014 and 2015 Investors	01/27/2017	In process
Blue Crop Group (including Midwest and Heritage farm loans purchase private placements and the Midwest and Heritage refinance loan private placement)	02/14/17	In process
Veros Private Placement of Loans Offered by Tobin J. Senefeld & Jeffery B. Risinger (to acquire a FINRA-licensed broker-dealer to perform investment banking services), (aka “Broker-Dealer”) (completed & distributed)	04/06/17	Completed

16. Administratively, the Receiver has provided the investors with tax documents for 2016. Specifically, Blue Crop Group and Veros Craft Brew I, II and III are the only private placements for which the Receiver was required to provide tax returns for 2016. For those private placements completed or transferred in 2016, the borrower(s)/transferees were responsible for preparation of any 2016 tax documents; and although Rockdale was not transferred until early 2017, the transferee agreed to prepare the 2016 documents. Upon the transfer of Blue Crop Group, the 2017 tax returns will be the obligation of the investment group. Consequently, going forward, there should be very little Receivership accounting expenses for the private placement entities remaining in the Receivership.

17. Assuming the transfer documents are completed for Blue Crop Group and Cherry Farms, the Receiver will have to transfer the working files of the private placements to the investors, which to a significant extent has been completed.

18. The remaining obligation of the Receiver with respect to the private placements will be to distribute funds being held by the Receivership to the various private placements. This includes the allocation of disgorgement funds from the defendants, in some fashion, to defray Receivership expenses.

19. During the course of the Receivership, the Receiver has tried to allocate the Receivership expenses relating to the farm loan offerings and the private placement expenses. This was done by designating time and expenses as either "Collections" or "Private Placements." Furthermore, the Receiver made sure that funds collected were not comingled and were deposited in either the specific Receivership account for each private placement or in the FarmGrowCap account. Since money was coming in from different sources the Receivership expenses had to be paid from various investment accounts. In the Fee Applications filed in this matter, the Receiver always identified from which accounts the Receivership expenses would be paid. When possible,

Receivership private placement expense would come from private placement accounts and farm loan offerings expenses would come from the FarmGrowCap Receivership checking account. In each application, the Receiver also stated that a reallocation of the expense between the two operations would most likely be necessary at the end of the Receivership. See [Filing No. 357, at ECF pp. 25-26] and see section relating to “Source of Funds and Allocation For Payment of Fees and Expenses” contained in all prior fee applications. The reallocation issue was also discussed directly with investors that wanted clarification on how the Receivership expenses were being handled.

20. The challenge for the Receiver relates to the division of Receivership expenses between the private placements. There is no question that the private placements that were generating cash flow were paying for the Receiver’s expenses associated with all of the private placements. To complicate matters even further is the fact that many of the private placement investments were in financial trouble or, in fact, worthless. A significant amount of the Receiver’s time and expenses were the result of having to deal with these financial disasters. There were six private placements that were associated with the Cherry Farms operation that did not generate any cash flow, but required a significant amount of time to review and deal with those financial issues. The same is true for the StadiumRed investment and the three Veros Craft Brew investment groups. Although the Blue Crop Group investment in the Blueberry Farms in Michigan appears to now be viable, significant time was spent by the Receiver, and the investors, to make sure that investment survived.

21. In an effort to mitigate the Receivership expenses exclusive to the private placements, the Receiver used funds obtained from management fees owed Veros Partners. In addition, the Receiver is counting on using some of the disgorgement funds from the defendants to defray private placement Receivership expenses. As part of the winding down process, the

Receiver found that some Receivership expenses originally assigned to the private placement operation were actually expenses associated with the farm loan offerings. As a result, those monies have been reallocated (See Exhibit A, hereto). (This matter is discussed in more detail below.)

22. The Receiver believes that in the near future, the funds being held in various Receivership private placement accounts (including the Receiver's general private placement account) can be distributed to the private placement investors. The final allocation process may take time and will require Court approval, but the time has come to start the final payment process, and the Receiver is making every effort to complete the distribution of funds to the investors as soon as possible.

23. In the Receiver's Seventh Quarterly Report the Receiver stated that the Receivership maybe terminated by the end of August 2017 with anticipated Receivership expense of \$425,000 [Filing No. 354, at ECF p. 10]. The Receiver is making every effort reduce the time and expense required to finalize the wind down of the Receivership.

Actions Taken by the Receiver

24. In the twenty-three (23) months since the Receiver was appointed, he has reviewed the assets of the Receivership Estates; taken control of all known bank accounts and transferred those funds to corresponding bank accounts at The National Bank of Indianapolis; notified each known investor of VFLH, FarmGrowCap, PinCap, and the Private Offerings of the Receivership and information needed regarding all of their investments in each of the entities; reviewed litigation pending at the time the Receivership was established; talked to numerous debtors and begun collecting on current and past due payments for loans/investments made; engaged and met with the accounting firm, Blue & Co. and worked with the accountants to review the private placements and in connection with review and preparation of tax returns and related documents including 1099's and K-1s; talked to several parties about either purchasing or managing some of

the private placements (more about this below); and, continued to update web pages with information for the investors and all other interested parties. The Receiver also provided supervision over Pin Financial's principal, Tobin Senefeld, and supervision over Veros Partners, Inc.'s wealth management operation. Veros Partners, Inc., closed its business, and Matthew D. Haab has been released from the obligation to provide further reports.

25. Attached hereto as Exhibit A is a schedule of all the Receiver's receipts and disbursement for this quarter and to date.

26. Some of the Key activities of the Receiver during this last three (3) month period are as follows:

- a) The Receiver filed motions to transfer Rockdale Holding LLC, StadiumRed, the five (5) Cherry Farms private placements/loans and Blue Crop Group LLC (3 separate investments/loans). Each of these motions were approved by the Court. Presently, the Receiver and his counsel are finalizing the transfer documents for Cherry Farms and Blue Crop Group. The other transfers have been completed. In addition, the Receiver filed a motion to distribute funds to the investors in the Champion Broker-Dealer Loan and upon approval by the Court those funds were paid to the investors. Since there is nothing more to distribute in this private placement it will be closed.
- b) On October 21, 2016, Interested Investors filed "Investors' Motion to Stay and Objection to Interim Distribution Methodology" [Filing No. 284], and on December 7, 2016, filed the "Investors' Amended Motion to Stay and Objection to Interim Distribution Methodology" [Filing No. 312], objecting to the Receiver's methodology of allocating investor losses and payment of claims regarding the Veros Farm Loan Holding and FarmGrowCap losses. The

Receiver and SEC responded to the motion [Filing No. 319, and Filing No. 317]. The Court held a hearing on February 8, 2017, so the parties could present argument supporting their positions. Thereafter, the Court overruled the Interested Investors' motion and ordered the Receiver to proceed with the procedure set by the Court to make an interim distribution to the investors. That procedure included sending a Phase 2 letter to each investor outlining the investor's loss and percentage of payment the investor would receive from the \$3,000,000 interim distribution and all subsequent distributions. The Investor was asked to review the information and notify the Receiver of any objections. The Phase 2 letters were sent to each investor by certified United States mail and by email requesting the investor to confirm their agreement with the Receiver's calculations or register an objection. The Receiver was notified by a number investors that they agreed with the information relating to their investment as set forth in the Phase 2 letter. Only one investor objected, and the Receiver resolved the objection. As stated above, the Receiver made the interim distribution.

- c) The Receiver filed his Seventh Fee Application on February 14, 2017 [Filing No. 354], to which the Interested Investors filed Investors' Statement on and Objection to Receiver's Seventh Quarterly Fee Application (hereinafter "the Investors' Objection") [Filing No. 361]. The Receiver and SEC responded to the Investors' Objection [Filing No. 365, and Filing No. 366]. The Court overruled the Investors' Objection [Filing No. 367] and approved the Seventh Fee Application. However, the Court also recognized the concerns of the investors (shared by the Court and the Receiver) regarding winding down the

Receivership as soon as possible while incurring the least amount of Receivership fees and expenses. The Court requested the Magistrate Judge to schedule an issues conference with the Investors, the SEC and the Receiver to attempt to resolve any outstanding issues and exchange of information; to develop a mutually agreeable plan for the wind down of the Receivership; and, to clarify the status of the remaining defendant parties for trial. As of the writing of this Report, a date for that conference has been set.

- d) One of the issues raised by the Interested Investors in the Investors' Objection was the allocation of Receivership expenses between the Receiver's responsibilities with the Veros Farm Loan Holding and FarmGrowCap offerings, the Ponzi Scheme, and the Receiver's responsibilities regarding the review of 25 Veros Private Placements investments. In essence, the Objecting Investors wanted to know how recovered Receivership assets were going to be applied to cover the expenses between these two operations. As explained herein above (see Paragraph 19), and in previous filings, the Receiver has tried to make sure that the expenses relating to the two operations were separated as best as possible. Since the Receivership is now winding down the Receiver reviewed the allocations of expenses between the two operations and re-allocated some expenses associated with the farm loan offerings verses the Veros Private Placements. This is a continuing process and the Receiver believes that there will be further re-allocation of expenses when the Receiver learns more about the SEC's thoughts on the application of disgorgement funds from the Defendants.
- e) Specifically, the Receiver determined that funds from the Private Placement

General Receiver account #6065 were used to pay some receivership accounting expenses that were actually related to the FarmGrowCap LLC operation. Consequently, during this quarter, the Receiver transferred \$64,457.16 from the Receiver's FarmGrowCap LLC account #5968 into the Receiver's Private Placement General Receiver account #6065. This transfer is specifically set forth in the Standardized Fund Accounting Report, Line 1 Beginning Balance. See Exhibit "B".

- f) During the preparation of this Report, the Receiver discovered that Exhibit "A" to Receiver's Seventh Interim Report [Filing No. 354], reported a total of \$355,250.00 as rental income to Blue Crop Group Private Placement during that period. These funds were received and deposited by the Receiver at the end of the last reporting period. However, the deposit was not recorded by the bank until January 3, 2017. Thus, in order to properly reconcile the accounting with the bank records, \$355,250.00 is noted on Receiver's Receipts, Transfers, and Disbursements in First Quarter 2017, attached hereto as Exhibit "A".
- g) The Receivership made the following distributions during this quarter: The Rockdale Private Placement investors received \$81,849.18 from account #5778; and The Champion Broker-Dealer (Senefeld and Risinger Loan) investors received \$188,035.91 from account #5950¹.
- h) The Receiver worked with his accountants to provide investors with tax documents relating to Verso Craft Brew private placements and Blue Crop

¹ During this quarter, the Receiver transferred \$198,182.49 from the Receiver's Pin Financial General Receiver account #6057 into the Receiver's PinCap LLC account #5950 for the Champion Broker Dealer (Senefeld-Risinger Loan) payoff/distribution. Again, this transfer is specifically set forth in the Standardized Fund Accounting Report. See Exhibit "B".

Group private placement. In addition, he followed up with the borrowers in the previously completed private placements, and with the new accountants for the 2016 transferred private placements (including Rockdale) to make sure that the appropriate tax documents were provided to those investors.

- i) The Receiver worked with the accountants in preparing tax returns for FarmGrowCap and PinCap, which are assets of the Receivership. In addition, the Receiver has worked with the defendants in regard to an IRS audit of FarmGrowCap. In that regard, the Receiver and the defendants met with the IRS and produced financial documents as requested by the IRS.

27. **Jennings Design LLC**: As of March 31, 2017, there remained \$3,971.92 in the Receiver's account for unforeseen or miscellaneous expense relating to the management of the private placement. The mission of this private placement has been completed and needs to be administratively dissolved after the final distribution to the investors has been made.

28. **True Blue Berry Management LLC 2015 Operating Loan**: As of March 31, 2017, there remained \$37,615.85 in the Receiver's account for unforeseen or miscellaneous expense relating to the management of the private placement. The mission of this private placement has been completed and needs to be administratively dissolved after the final distribution to the investors has been made.

Review of Assets

29. As set forth in the Receiver's previous reports, the Receiver is responsible for marshalling and preserving all of the assets of the Receivership Defendants, and any Recoverable Assets of Pin Financial LLC, the Relief Defendant. The Receiver has reviewed the assets of each of the Receivership Defendants and the Relief Defendant. The information has not changed from the Receiver's previous Reports.

30. No additional bank accounts have been located or seized since the last interim Report.

31. Pursuant to Paragraph 8(A) of the Agreed Order Appointing Receiver [Filing No. 34, at ECF p. 4], Receivership Property includes, but is not limited to, "...monies, funds, securities, credits, effects, goods, chattels, lands, premises, leases, claims, rights and other assets, together with all rents, profits, dividends, interest or other income attributable thereto, of whatever kind, which the Receivership Defendants own, possess, have a beneficial interest in, or control directly or indirectly..." The information in regard to this section in the previously filed quarterly report is the same and need not be repeated here.

Litigation

32. There is presently no pending litigation. However, the Receiver will file a request to the Court to proceed with litigation against the person or guardians of the Williams Settlement.

Discovery

33. Because there are limited cash assets in these entities and an ever-changing cash flow, the Receiver conducted limited independent discovery and issued subpoenas, when necessary, to obtain information from certain borrowers in the private placements. The Court entered a case management plan which provides for the scope and timing of certain discovery. The Receiver reviewed documents and material received from the Defendants and Relief Defendant as it was received and exchanged.

Communications with Investors

34. During the past three (3) months, the Receiver has corresponded via email with the investors in the various private placements, as set forth herein above. The Receiver and his staff, with the assistance of Blue & Co. if needed, have continued to respond and provide information to individual investors that have inquired about issues relating to their investments or concerns.

The Receiver has not attached his email correspondence with the investors as it is voluminous and much of the information is duplicative. Further, some of the emails contain private financial information specific to that investor and his/her investments and therefore are not appropriate to attach to this public report.

Creditors

35. The Receiver is aware of the following potential creditors:
- a) James Hamstra, of Indianapolis, Indiana, who performed services as an Independent Contractor for PinCap, LLC. Mr. Hamstra's potential claim is approximately \$3,240.
 - b) Robert J. Mitchell, CPA, CFA, who performed services to Pin Financial as FINOP and Chief Compliance Officer, has a potential claim for services from April 2015 to date: \$30,149.67.
 - c) Attorney Roger W. Damgaard of Woods Fuller Sultz & Smith, PC. has a potential claim for pre-Receivership services related to the Pin Financial/Hardes bridge loan transaction, in the amount of \$15,403.96.
 - d) Jeremiah F. O'Connor, who performed a State of Indiana Audit that he completed on Pin Financial on June 3, 2015, has a potential claim for services in the amount of \$500.00.
 - e) Charles Meade, President of Firrin Associates, LLC who has a potential claim for Firrin Associates, LLC related to services provided to Pin Financial, LLC from March 31, 2016, through April 25, 2016, in the total amount of \$2,375.00.
 - f) Kroger Gardis & Regas LLP has a potential claim for services related to the Pin Financial Hardes Project in the amount of \$375.00.
 - g) The Receiver has a list of investors and their addresses. The Receiver continues

to work with the Accountants to determine which investors have claims and the amounts thereof.

In regard to the potential non-investment creditors, the Receiver is requesting supporting documents from those individuals listed above, and any additional non-investment creditors which may be identified, for the purpose of submitting to the Court a procedure to approve or disapprove such non-investor creditor claims.

Liquidation of Securities

36. The investments included in VFLH, FarmGrowCap, and the Private Offerings are not publicly traded entities and as such, have not been registered under the Securities Act of 1933, as Amended or any applicable state laws.

Conclusion

The Receiver continues to investigate the assets of the Receivership Defendants and the Relief Defendant to determine the locations and value of various and/or additional assets and those which can be liquidated for the benefit of the estate, including the transfer of private placements to the individual investment groups as soon as possible and practicable. Further, the Receiver will continue to pursue collection and payment of monies due from debtors on the various farm loans. The Receiver will continue to review the materials provided by the investors and complete his review and analysis of the Private Offerings with the assistance of Blue & Co. as needed.

Dated: May 10, 2017

/s/ William E. Wendling, Jr.

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Respectfully submitted,

By /s/ Anne Hensley Poindexter

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Counsel for the Receiver

Certificate of Service

I hereby certify that on May 10, 2017, a copy of the foregoing *Receiver's Eighth Interim Report* was filed electronically. Notice of this filing will be made on all ECF-registered counsel by operation of the Court's electronic filing system. Parties may access this filing through the Court's system.

/s/Anne Hensley Poindexter

Anne Hensley Poindexter, #14051-29
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RECEIVER'S RECEIPTS

Blue Crop Group acct #5976

<u>Date</u>	<u>Received From</u>	<u>Transaction Amount</u>	<u>1st Quarter 2017 Total</u>	<u>Duration Total</u>
	True Blue Midwest Farms	\$ 284,000.00	\$ 284,000.00	\$ 2,272,000.00
	True Blue Heritage Farms	\$ 71,250.00	\$ 71,250.00	\$ 561,250.00
	True Blue Berry Management LLC MainSource Bank account	\$ -	\$ -	\$ 36,184.13
	Midwest Blue Berry Farms Macatawa Bank account	\$ -	\$ -	\$ 14,610.34

FarmGrowCap acct #5968

<u>Date</u>	<u>Received From</u>	<u>Transaction Amount</u>	<u>1st Quarter 2017 Total</u>	<u>Duration Total</u>
	FarmGrowCap MainSource Bank account	\$ -	\$ -	\$ 112,140.09
	American Title, Inc. (proceeds from sale of Boyer Real Estate)	\$ -	\$ -	\$ 211,482.18
	RJ Williams Inc.-First Security Bk Receiver's Trust Acct-Williams Pmt per Settlement Agreement	\$ -	\$ -	\$ 2,554,708.50
	Crossroads Family Farms	\$ -	\$ -	\$ 1,718,958.38
	Harold Birch (Kirbach Farms)	\$ -	\$ -	\$ 371,384.41
2/16/2017	Hutchinson Cox Coons Orr & Sherlock, PC - refund from trust account	\$ 447.73	\$ 447.73	\$ 447.73

HF Land GP acct #5927

<u>Date</u>	<u>Received From</u>	<u>Transaction Amount</u>	<u>1st Quarter 2017 Total</u>	<u>Duration Total</u>
	HF Land GP MainSource Bank account	\$ -	\$ -	\$ 50,000.00
	HF Land GP	\$ -	\$ -	\$ 296,500.00

Jennings Design acct #5851

<u>Date</u>	<u>Received From</u>	<u>Transaction Amount</u>	<u>1st Quarter 2017 Total</u>	<u>Duration Total</u>
	Jennings Design MainSource Bank account	\$ -	\$ -	\$ 81,336.42
	Refund of account service fee	\$ -	\$ -	\$ 12.00
	First American Title	\$ -	\$ -	\$ 1,381,703.25

Exhibit "A"

PinCap LLC acct #5950

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	PinCap LLC MainSource Bank account	\$ -	\$ -	\$ 1,517.16
	Refund of account service fee	\$ -	\$ -	\$ 72.00
		\$ -	\$ -	\$ 96.06
2/15/2017	IL Dept of Employment Security - Employer Refund	\$ -	\$ -	\$ -
	Transfer of funds from PinFin General Receiver 6057 for Broker-Dealer Distribution per 2/14/17 Order (\$198,182.49)			

Rockdale Holdings acct #5778

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Rockdale LLC	\$ -	\$ -	\$ 92,500.09

Stadiumred acct #6073

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Stadiumred MainSource Bank account	\$ -	\$ -	\$ 7.53
	Refund of account service fee			\$ 96.00

True Blue Berry Midterm/Mezzanine acct #6016

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	True Blue Berry Management		\$ -	\$ 778,168.29
	True Blue Berry Mgmt MainSource Bank account	\$ -	\$ -	\$ 21.57
9/7/2016	Transfer from TBBM #6040 to cover 1 cent overdraft	\$ -	\$ -	\$ 0.01

True Blue Berry Annual Op Loans acct #6040

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	True Blue Berry Mgmt Annual Operating Loans MainSource Bank account	\$ -	\$ -	\$ 2,692.54
	Refund of account service fee	\$ -	\$ -	\$ 24.00
	National Bank of Indianapolis account #5885	\$ -	\$ -	\$ 52.07
	True Blue Berry Management	\$ -	\$ -	\$ 3,033,990.99

True Blue Berry Management LLC acct #5885

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	True Blue Berry Management MainSource Bank account	\$ -	\$ -	\$ 67.07
	Refund of account service fee	\$ -	\$ -	\$ 48.00

Exhibit "A"

Veros 702 N. Holding acct#5802

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Veros 702 N. Holding MainSource Bank account	\$ -	\$ -	\$ 631.00
	Refund of account service fee	\$ -	\$ -	\$ 12.00
	702 North LLC	\$ -	\$ -	\$ 33,082.17

Private Placement General Receiver acct #6065

Date	Received From	Transaction Amount	4th Quarter 2016 Total	Duration Total
			\$ -	\$ 150,017.37
	Clerk, US District Court - from sale of Veros Assets	\$ -		
	Veros Fee-702 North Holding	\$ -	\$ -	\$ 3,958.34
1/11/2017	Kyle Thompson-fees per employment separation agrmt (Final fees per Court's 1/09/17 Order)	\$ 9,000.00	\$ 9,000.00	\$ 15,114.00
	Veros Fee - Yeager of Frisco	\$ -	\$ -	\$ 108,000.00
	1/2 TD Sundry Account	\$ -	\$ -	\$ 21,329.42
	Veros fee - Veros Switch Holdings LLC	\$ -	\$ -	\$ 19,712.86
	Veros fee - HF Land GP	\$ -	\$ -	\$ 3,969.64
	MainSource Bank - 1/2 of balance in Veros Operating acct	\$ -	\$ -	\$ 11,786.39
	Veros Fee - JF Wild Holdings LLC	\$ -	\$ -	\$ 32,458.27
2/16/2017	Anthem Blue Cros Blue Shield rebate-Veros Employees' 2015 premiums	\$ 443.06	\$ 443.06	\$ 443.06
3/15/2017	Transfer of funds from FarmGrowCap Receivership Acct. 5968 - fees and expenses reallocation (\$64,457.16)	\$ -	\$ -	\$ -

Pin Financial General Receiver acct #6057

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Land Title Guaranty	\$ -	\$ -	\$ 310,000.00
	Pin Financial CitiBank account	\$ -	\$ -	\$ 17,716.56

Receiver TD Sundry acct #6156

Date	Received From	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Veros Partners TD AmeriTrade Sundry account	\$ -	\$ -	\$ 272,818.83

Total Receiver Receipts **\$ 365,140.79** **\$ 14,573,120.72**

Exhibit "A"

RECEIVER'S DISBURSEMENTS

Date	Disbursed To	Transaction Amount	1st Quarter 2017 Total	Duration Total
Blue Crop Group acct #5976				
Jan-Mar	Wire transfer fees	\$ (15.00)	\$ (15.00)	\$ (350.00)
	WOK Land Company	\$ -	\$ -	\$ (153,058.00)
	MBF Properties	\$ -	\$ -	\$ (845,476.00)
	Marcia Losco	\$ -	\$ -	\$ (30,000.00)
	Keilen Law	\$ -	\$ -	\$ (375.00)
	Bank fee - checks	\$ -	\$ -	\$ (19.00)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (28,239.11)
3/23/2017	Cohen Garelick & Glazier	\$ (2,000.00)	\$ (2,000.00)	\$ (6,989.45)
	First Farmers Bank & Trust	\$ -	\$ -	\$ (650,000.00)
	Blue & Co.	\$ -	\$ -	\$ (61,860.92)
	Align, LLC	\$ -	\$ -	\$ (4,465.00)
	Altman Poindexter & Wyatt LLC	\$ -	\$ -	\$ (27,192.74)
2/24/2017	Corporation Service Company	\$ (1,337.00)	\$ (1,337.00)	\$ (2,342.66)
FarmGrowCap acct #5968				
Date	Disbursed To	Transaction Amount	1st Quarter 2017 Total	Duration Total
Jan-March	Wire transfer fees	\$ -	\$ -	\$ (360.00)
	Bank fee - checks	\$ -	\$ -	\$ (34.50)
	Internal Revenue Service	\$ -	\$ -	\$ (390.00)
	Jeffrey Risinger	\$ -	\$ -	\$ (58.18)
	Bank fee - checks	\$ -	\$ -	\$ (19.00)
	Arnold Gallagher	\$ -	\$ -	\$ (1,764.00)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (449,461.80)
	TelSpan - tel conf services	\$ -	\$ -	\$ (139.62)
1/9/2017	Shawn Gustafson	\$ (225.00)		
3/21/2017	Shawn Gustafson	\$ (225.00)		
			\$ (450.00)	\$ (10,462.50)
3/15/2017	Transferred funds to Receiver's General Private Placement Acct 6065 - fees and expenses reallocation (\$64,457.16)	\$ -	\$ -	\$ -
	Transferred to Trust Acct	\$ -	\$ -	\$ (306,613.40)
	Duncan & Brown-Appraisal fee	\$ -	\$ -	\$ (900.00)
3/27/2017	Blue & Co.	\$ (19,894.86)	\$ (19,894.86)	\$ (85,489.12)
3/27/2017	Hutchinson Cox Coors Orr & Sherlock PC	\$ (3,729.90)	\$ (3,729.90)	\$ (41,083.52)
1/3/2017	Corporation Service Company	\$ (391.00)	\$ (391.00)	\$ (818.00)
3/27/2017	Align	\$ (773.00)	\$ (773.00)	\$ (13,118.00)
1/13/2017	Richardson & Erickson	\$ (330.00)	\$ -	
1/13/2017	Richardson & Erickson	\$ (2,390.30)		
			\$ (2,720.30)	\$ (6,387.72)
	Kroger Gardis & Regas	\$ -	\$ -	\$ (30,920.83)
3/22/2017	Cohen Garelick & Glazier	\$ (76,904.75)	\$ (76,904.75)	\$ (319,496.75)
3/24/2017	Hester Baker Krebs	\$ (1,722.50)	\$ (1,722.50)	\$ (1,722.50)
3/29/2017	Altman, Poindexter & Wyatt LLC	\$ (10,559.07)	\$ (10,559.07)	\$ (10,559.07)
	Citigroup Mgmt Corp. - fees for subpoena response (Pin Financial Citibank records)	\$ -	\$ -	\$ (112.19)

HF Land GP acct #5927

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Wire transfer fee	\$ -	\$ -	\$ (30.00)
	Raymond James	\$ -	\$ -	\$ (50,000.00)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (17,338.89)
	Bank fee - checks	\$ -	\$ -	\$ (34.50)
	Align	\$ -	\$ -	\$ (1,599.14)
		\$ -	\$ -	\$ (3,969.64)
	William E. Wendling, Jr., Receiver - Veros fee			
	Distribution to Investors	\$ -	\$ -	\$ (273,527.83)

Jennings Design acct #5851

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Bank service fee	\$ -	\$ -	\$ (12.00)
	Wire transfer fee	\$ -	\$ -	\$ (60.00)
	Bobby Jennings/Jennings Design	\$ -	\$ -	\$ (226,321.41)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (43,638.70)
3/22/2017	Cohen Garelick & Glazier	\$ (961.00)	\$ (961.00)	\$ (2,120.95)
	Check/Acc. Deluxe Check	\$ -	\$ -	\$ (68.25)
	Interim Distribution to Investors	\$ -	\$ -	\$ (1,181,585.94)
3/27/2017	Blue & Co., LLC	\$ (5,272.50)	\$ (5,272.50)	\$ (5,272.50)

PinCap LLC acct #5950

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Wire transfer fees	\$ -	\$ -	\$ (15.00)
	Bank service fee	\$ -	\$ -	\$ (108.00)
	Illinois Department of Revenue	\$ -	\$ -	\$ (582.62)
	AccuPay, Inc.	\$ -	\$ -	\$ (43.30)
	TrueBlaze - tax accounting work	\$ -	\$ -	\$ (687.50)
2/22/2017				
	Senefeld-Risinger Loan (Champion Broker Dealer) distribution to Investors	\$ (169,232.32)	\$ (169,232.32)	\$ (169,232.32)

Rockdale Holdings acct #5778

Date	Disbursed To	Amount	Total	Duration Total
			\$ -	\$ (1,190.10)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	
	Align	\$ -	\$ -	\$ (26.00)
	Indiana Dept of Revenue	\$ -	\$ -	\$ (155.22)
	Cohen Garelick & Glazier	\$ -	\$ -	\$ (357.79)
	Hutchinson Cox Coons Orr & Sherlock PC	\$ -	\$ -	\$ (8,921.80)
2/7/2017	Distribution to Investors	\$ (81,849.18)	\$ (81,849.18)	\$ (81,849.18)

Stadiumred acct #6073

Date	Disbursed To	Amount	Total	Duration Total
	Bank service fee	\$ -	\$ -	\$ (96.00)

Exhibit "A"

True Blue Berry Midterm/Mezzanine acct #6016

Date	Disbursed To	Amount	Total	Duration Total
	Wire transfer fees	\$ -	\$ -	\$ (15.00)
	Bank fee - checks	\$ -	\$ -	\$ (53.50)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (21,280.05)
	Align	\$ -	\$ -	\$ (1,230.00)
	TrueBlaze Advisors-tax prep	\$ -	\$ -	\$ (375.00)
	Distribution to Investors	\$ -	\$ -	\$ (755,236.32)

True Blue Berry Annual Operating Loans acct #6040

Date	Disbursed To	Amount	Total	Duration Total
	Bank service fee	\$ -	\$ -	\$ (48.00)
	Jeffrey Risinger	\$ -	\$ -	\$ (175.00)
	Wire transfer fee	\$ -	\$ -	\$ (15.00)
	Check/Acc. Deluxe Check	\$ -	\$ -	\$ (83.75)
	Interim Distribution to Investors	\$ -	\$ -	\$ (2,955,433.53)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (29,648.33)
3/27/2017	Align	\$ (3,329.00)	\$ (3,329.00)	\$ (5,615.86)
	True Blue Berry Midterm/Mezz	\$ -	\$ -	\$ (0.01)
	Cohen Garelick & Glazier	\$ -	\$ -	\$ (1,742.27)
	Hester Baker Krebs LLC	\$ -	\$ -	\$ (3,477.50)
3/29/2017	Altman, Poindexter & Wyatt LLC	\$ (2,904.50)	\$ (2,904.50)	\$ (2,904.50)

True Blue Berry Management LLC acct #5885

Date	Disbursed To	Amount	Total	Duration Total
	Wire transfer fee	\$ -	\$ -	\$ (15.00)
	Bank service fee	\$ -	\$ -	\$ (48.00)
	National Bank of Indianapolis	\$ -	\$ -	\$ (52.07)

Veros 702 N. Holding acct #5802

Date	Disbursed To	Transaction Amount	1st Quarter 2017 Total	Duration Total
	Wire transfer fee	\$ -	\$ -	\$ (15.00)
	Bank service fee	\$ -	\$ -	\$ (24.00)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (261.74)
	Blue & Co.	\$ -	\$ -	\$ (223.68)
	Interim Distribution to Investors	\$ -	\$ -	\$ (29,242.41)
	William E. Wendling, Jr., Receiver - Veros Fee	\$ -	\$ -	\$ (3,958.34)

Exhibit "A"

Private Placement General Receiver acct #6065

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Wire transfer fee	\$ -	\$ -	\$ (50.00)
1/18/2017	MainSource Bank	\$ (20,729.13)	\$ (20,729.13)	\$ (98,260.50)
	Bank fee - checks	\$ -	\$ -	\$ (24.25)
	Campbell Kyle Proffitt LLP	\$ -	\$ -	\$ (48,513.81)
	TrueBlaze-tax/accounting work	\$ -	\$ -	\$ (855.00)
	MainSource Bank	\$ -	\$ -	\$ (66,913.43)
3/22/2017	Cohen Garelick & Glazier	\$ (33,104.66)	\$ (33,104.66)	\$ (67,340.71)
	Blue & Co.	\$ -	\$ -	\$ (31,097.00)
3/27/2017	Align, LLC	\$ (9,812.34)	\$ (9,812.34)	\$ (23,791.34)
	Hutchinson, Cox, Coons, Orr & Sherlock	\$ -	\$ -	\$ (9,423.40)
3/24/2017	Hester Baker Krebs	\$ (2,047.50)	\$ (2,047.50)	\$ (2,047.50)
3/29/2017	Altman, Poindexter & Wyatt LLC	\$ (5,035.50)	\$ (5,035.50)	\$ (5,035.50)
	Campbell Kyle Proffitt LLP/Altman Poindexter & Wyatt LLC	\$ -	\$ -	\$ (6,932.62)
2/21/2017	Anthem Blue Cros Blue Shield rebate-Veros Employees' 2015 premiums	\$ (430.12)	\$ (430.12)	\$ (430.12)

Pin Financial General Receiver acct #6057

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Wire transfer fee	\$ -	\$ -	\$ (115.00)
	Tobin Senefeld	\$ -	\$ -	\$ (32,200.00)
	Shawn Gustafson	\$ -	\$ -	\$ (7,125.00)
2/15/2017	Transfer of funds to PinCap 5950 for Broker-Dealer distribution (\$198,182.49)	\$ -	\$ -	\$ -

Receiver TD Sundry acct #6156

Date	Disbursed To	Transaction	1st Quarter 2017	Duration Total
		Amount	Total	
	Wire transfer fee	\$ -	\$ -	\$ (660.00)
	Veros Partners	\$ -	\$ -	\$ (144,000.00)
	MainSource Bank	\$ -	\$ -	\$ (106,829.41)
	William E. Wendling, Jr., Receiver	\$ -	\$ -	\$ (21,329.42)
Total Receiver Disbursements			\$ (455,205.13)	\$ (9,643,271.03)

STANDARDIZED FUND ACCOUNTING REPORT

Receivership; US District Court Southern District of Indiana

Case no. 1:15-cv-659-JMS-MJD

Reporting Period 01/01/2017 - 03/31/2017

Exhibit "B"

FUND ACCOUNTING

	Detail	Subtotal	Grand Total
Line 1	Beginning Balance (As of 01/01/2017):		
	FarmGrowCap LLC acct #5968 (Opening balance was \$3,805,908.24. However, \$64,457.16 was transferred to Private Placement General Receiver acct #6065 - reallocation of receivership fees and expenses)	\$ 3,805,908.24	
	HF Land GP acct #5927	\$ -	
	Jennings Design LLC acct #5851	\$ 10,205.42	
	PinCap LLC acct #5950 (Opening balance was \$248.80. However, \$198,182.49 was transferred from Pin Financial General Receiver acct #6057 for Senefeld-Risinger Loan (Champion Broker Dealer payoff/distribution))	\$ 248.80	
	True Blue Berry Mgmt LLC acct #5885	\$ -	
	Veros 702 N Holding LLC acct #5802	\$ -	
	Blue Crop Group LLC acct #5976	\$ 721,793.59	
	Stadiumred, Inc. acct #6380	\$ 7.53	
	True Blue Berry Mgmt LLC Annual Op Loans acct #6040	\$ 43,849.35	
	True Blue Berry Mgmt LLC Midterm acct #6016	\$ -	
	Pin Financial General Receiver acct #6057 (\$198,182.49 was transferred from this account into to PinCap LLC acct #5950 as noted above)	\$ 288,276.56	
	TD Sundry acct #6156	\$ -	
	Rockdale LLC acct #5778	\$ 81,849.18	
	Private Placement General Receiver acct #6065 (\$64,457.16 was transferred to FarmGrowCap LLC acct #5968 as noted above)	\$ 67,790.36	
	Total Beginning Balance (as of 01/01/2017)		\$ 5,019,929.03
	Increases in Fund Balance:		
Line 2	Business Income		
	Kyle Thompson - fees due per employment separation agreement (final fees per 1/9/17 Court order)	\$ 9,000.00	
	Blue Crop Group - True Blue Berry Mgmt - Heritage and Midwest Farms lease payments	\$ 355,250.00	
			\$ 364,250.00
Line 3	Cash and Securitites	\$ -	\$ -
Line 4	Interest/Dividend Income	\$ -	\$ -
Line 5	Business Asset Liquidation	\$ -	\$ -
Line 6	Personal Asset Liquidation	\$ -	\$ -
Line 7	Third-Party Litigation Income	\$ -	\$ -
Line 8	Miscellaneous - Other		\$ -
	FarmGrowCap - Refund of trust account balance from Receiver's Oregon counsel	\$ 447.73	
	Anthem BCBS Rebate - Veros employees' 2015 premiums	\$ 443.06	
			\$ 890.79
	Total Funds Available (Lines 1 - 8):		\$ 5,385,069.82

STANDARDIZED FUND ACCOUNTING REPORT

Receivership; US District Court Southern District of Indiana

Case no. 1:15-cv-659-JMS-MJD

Reporting Period 01/01/2017 - 03/31/2017

Exhibit "B"

	Detail	Subtotal	Grand Total
<i>Decreases in Fund Balance:</i>			
Line 9	Disbursements to Investors		
	Distribution to Rockdale Holding LLC investors	\$ (81,849.18)	
	Distribution to Senefeld-Risinger Loan (Champion Broker Dealer) investors	\$ (169,232.32)	
Line 10	Disbursements for Receivership Operations		
<i>Line 10a</i>	<i>Disbursements to Receiver or Other Professionals</i>		
	Cohen Garelick & Glazier - Receiver fees and expenses per Court's 3/17/17 Order	\$ (112,970.41)	
	Altman Poindexter & Wyatt LLC - attorney fees and expenses per Court's 3/17/17 Order	\$ (18,499.07)	
	Blue & Company - accountant fees per Court's 3/17/17 Order	\$ (25,167.36)	
	Aliign - accountant fees per Court's 3/17/17 Order	\$ (13,914.34)	
	Hutchinson, Cox, Coons, Orr & Sherlock legal fees and expenses per Court's 3/17/17 Order	\$ (3,729.90)	
	Hester Baker Krebs - attorney fees and expenses per Court's 3/17/17 Order	\$ (3,770.00)	
	Shawn Gustafson - contract labor regarding private placements	\$ (450.00)	
<i>Line 10b</i>	<i>Business Asset Expenses</i>		
	Richardson & Erickson - attorney fees and expenses for FGC Illinois corporate reinstatement, and miscellaneous information Corporation Service Company - annual registered agent fees and corporate filings	\$ (2,720.30)	
	MainSource Bank 1/2 JF Wild and Kyle Thompson Veros fees	\$ (20,729.13)	
	Anthem BCBS rebate - payments to Veros Employees for 2015 premiums	\$ (430.12)	
	Wire transfer and bank account fees, checks	\$ (15.00)	
<i>Line 10c</i>	<i>Personal Asset Expenses</i>	\$ -	
<i>Line 10d</i>	<i>Investment Expenses</i>	\$ -	
<i>Line 10e</i>	<i>Third-Party Litigation Expenses (FGC/Williams Illinois Litigation)</i>		
	1. Attorney Fees:	\$ -	
	2. Litigation Expenses	\$ -	
	<i>Total Third-Party Litigation Expenses</i>	\$ -	
<i>Line 10f</i>	<i>Tax Administrator Fees and Bonds</i>	\$ -	
<i>Line 10g</i>	<i>Federal and State Tax Payments</i>	\$ -	
	Total Disbursements for Receivership Operations	\$ (455,205.13)	

STANDARDIZED FUND ACCOUNTING REPORT

Receivership; US District Court Southern District of Indiana

Case no. 1:15-cv-659-JMS-MJD

Reporting Period 01/01/2017 - 03/31/2017

Exhibit "B"

	Detail	Subtotal	Grand Total
Line 11	Disbursements for Distribution Expenses Paid by the Fund:		
<i>Line 11a</i>	<i>Distribution Plan Development Expenses:</i>		
	1. Fees:		
	Fund Administrator	\$ -	
	Independent Distribution Consultant (IDC)	\$ -	
	Distribution Agent	\$ -	
	Consultants	\$ -	
	Legal Advisers	\$ -	
	Tax Advisers	\$ -	
	2. Administrative Expenses	\$ -	
	3. Miscellaneous	\$ -	
	<i>Total Plan Development Expenses</i>	\$ -	
<i>Line 11b</i>	<i>Distribution Plan Implementation Expenses:</i>		
	1. Fees:		
	Fund Administrator	\$ -	
	Independent Distribution Consultant (IDC)	\$ -	
	Distribution Agent	\$ -	
	Consultants	\$ -	
	Legal Advisers	\$ -	
	Tax Advisers	\$ -	
	2. Administrative Expenses	\$ -	
	3. Investor Identification:		
	Notice/Publishing Approved Plan	\$ -	
	Claimant Identification	\$ -	
	Claims Processing	\$ -	
	Web Site Maintenance/Call Center	\$ -	
	4. Fund Administrator Bond	\$ -	
	5. Miscellaneous	\$ -	
	6. Federal Account for Investor Restitution (FAIR) Reporting Expenses	\$ -	
	<i>Total Plan Implementation Expenses</i>	\$ -	
	Total Disbursements for Distribution Expenses Paid by the Fund:		\$ (455,205.13)
Line 12	Disbursements to Court/Other:		
<i>Line 12a</i>	<i>Investment Expenses/Court Registry Investment System (CRIS) Fees</i>	\$ -	
<i>Line 12b</i>	<i>Federal Tax Payments</i>	\$ -	
	Total Disbursements to Court/Other:	\$ -	
	Total Funds Disbursed (Lines 9-11):		\$ (455,205.13)
Line 13	Ending Balance (As of 03/31/2017):		\$ 4,929,864.69
Line 14	Ending Balance of Fund - Net Assets:		
<i>Line 14a</i>	<i>Cash & Cash Equivalents</i>		
<i>Line 14b</i>	<i>Investments</i>	\$ -	
<i>Line 14c</i>	<i>Other Assets or Uncleared Funds</i>	\$ -	
	Total Ending Balance of Fund - Net Assets	\$ -	\$ -

STANDARDIZED FUND ACCOUNTING REPORT

Receivership; US District Court Southern District of Indiana

Case no. 1:15-cv-659-JMS-MJD

Reporting Period 01/01/2017 - 03/31/2017

Exhibit "B"

	Detail	Subtotal	Grand Total
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*Report of Items NOT To Be Paid by the Fund:***Line 15 Disbursements for Plan Administration Expenses Not Paid by the Fund:***Line 15a Plan Development Expenses Not Paid by the Fund:*

1. Fees:

Fund Administrator	\$	-	
Independent Distribution Consultant (IDC)	\$	-	
Distribution Agent	\$	-	
Consultants	\$	-	
Legal Advisers	\$	-	
Tax Advisers	\$	-	
2. Administrative Expenses	\$	-	
3. Miscellaneous	\$	-	

<i>Total Plan Development Expenses Not Paid by the Fund</i>	\$	-	
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Line 15b Distribution Plan Implementation Expenses Not Paid by the Fund:

1. Fees:

Fund Administrator	\$	-	
Independent Distribution Consultant (IDC)	\$	-	
Distribution Agent	\$	-	
Consultants	\$	-	
Legal Advisers	\$	-	
Tax Advisers	\$	-	
2. Administrative Expenses	\$	-	
3. Investor Identification:	\$	-	
Notice/Publishing Approved Plan	\$	-	
Claimant Identification	\$	-	
Claims Processing	\$	-	
Web Site Maintenance/Call Center	\$	-	
4. Fund Administrator Bond	\$	-	
5. Miscellaneous	\$	-	
6. Federal Account for Investor Restitution (FAIR) Reporting Expenses	\$	-	

<i>Total Plan Implementation Expenses Not Paid by the Fund</i>	\$	-	
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<i>Line 15c Tax Administrator Fees & Bonds Not Paid by the Fund</i>	\$	-	
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Total Disbursements for Plan Administration Expenses Not Paid by the Fund	\$	-	\$ -
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Line 16 Disbursements to Court/Other Not Paid by the Fund:

<i>Line 16a Investment Expenses/Court Registry Investment System (CRIS) Fees</i>	\$	-	
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<i>Line 16b Federal Tax Payments</i>	\$	-	
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Total Disbursements to Court/Other Not Paid by the Fund:	\$	-	
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Line 17 DC & State Tax Payments**Line 18 No. of Claims:**

<i>Line 18a # of Claims Received this Reporting Period</i>	
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<i>Line 18b # of Claims Received Since Inception of Fund</i>	
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STANDARDIZED FUND ACCOUNTING REPORT

Receivership; US District Court Southern District of Indiana

Case no. 1:15-cv-659-JMS-MJD

Reporting Period 01/01/2017 - 03/31/2017

Exhibit "B"

		Detail	Subtotal	Grand Total
Line 19	No. of Claimants/Investors:			
Line 19a	# of Claimants/Investors Paid This Reporting Period	0		
Line 19b	# of Claimants/Investors Paid Since Inception of Fund	0		

Receiver:

By: s/William E. Wendling, Jr.
(signature)

William E. Wendling, Jr.
(printed)

Receiver
(title)

May 10, 2017
(date)