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6  
7 IN THE UNITED STATES BANKRUPTCY COURT  
8 FOR THE DISTRICT OF ARIZONA

9 In re  
10 MORTGAGES LTD.,  
11 Debtor.

Chapter 11  
Case No. 2:08-bk-07465-RJH

**NOTICE OF WITHDRAWAL OF ML  
MANAGER'S MOTION TO SELL REAL  
PROPERTY FREE AND CLEAR OF LIENS,  
CLAIMS, ENCUMBRANCES, AND  
INTERESTS – (CITLO PROPERTY)**

**Real Property located in Maricopa County, AZ  
located at Hohokam Freeway and Belleview  
Street, Phoenix, Arizona**

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16 ML Manager LLC (“ML Manager”) hereby provides notice that it withdraws its  
17 Motion to Sell Real Property (Docket No. 2738) concerning the City Lofts LLC loan and  
18 the 42 apartment units located on approximately 6 acres in Maricopa County, Arizona at  
19 Hohokam Freeway and Belleview Street. The hearing on this Motion was to be held on  
20 May 27, 2010 at 10:00 a.m., at the United States Bankruptcy Court, 230 N. First Avenue,  
21 6<sup>th</sup> Floor, Courtroom 603, Phoenix, Arizona (Docket No. 2742). ML Manager has  
22 requested that the Court vacate the hearing and uploaded an order to that effect. Other  
23 matters continue to be on the calendar for that day and time, such as the Motion to Sell the  
24 VCB property (Docket No. 2731) and the Motion to Approve the Grace Entities  
25 Settlements (Docket No. 2743), and those matters will go forward.

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DATED: May 25, 2010

FENNEMORE CRAIG, P.C.

By           /s/ Cathy L. Reece            
Cathy L. Reece  
Attorneys for ML Manager LLC

Copies of the foregoing were sent  
this 25<sup>th</sup> day of May, 2010  
by email to the parties on the ECF  
list and by mail to the investors who  
received it by mail.

          /s/ Gidget Kelsey-Bacon          

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