

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF ARIZONA**

Minute Entry

Hearing Information:

Debtor: Mortgages Ltd.
Case Number: 2:08-bk-07465-RJH **Chapter:** 11
Date / Time / Room: WEDNESDAY, JULY 07, 2010 10:00 AM 6TH FLOOR #603
Bankruptcy Judge: RANDOLPH J. HAINES
Courtroom Clerk: JANET SMITH
Reporter / ECR: SHERI FLETCHER

Matter:

EVIDENTIARY HEARING ON ML MANAGER'S MOTION TO APPROVE SETTLEMENTS WITH GRACE ENTITIES
R / M #: 2,743 / 0

Appearances:

ROBERT MILLER, ATTORNEY FOR REV OP GROUP
DONALD F. ENNIS, ATTORNEY FOR GRACE ENTITIES
KEITH HENDRICKS, ATTORNEY FOR ML MANAGER

Proceedings:

ML MANAGER EXHIBITS 1 through 17 were marked for identification. EXHIBITS 1 through 5, 9 and 10 are admitted in evidence.

REV OP GROUP'S EXHIBITS A through M were marked for identification. EXHIBITS F, H and L are admitted in evidence.

Mr. Hendricks presented an argument re: oral motion in limine.

Mr. Miller opposed the motion.

COURT: IT IS ORDERED GRANTING ML MANAGER'S MOTION IN LIMINE T THE AGENCY ISSUE IS NOT RELEVANT TO THE MOTION BEFORE THE COURT TODAY. (104350)

Opening statements were put on the record.

Mr. Miller reviewed his motion to compel.

Mr. Hendricks stated all non-privileged documents were produced have been except board minutes and there are no board minutes.

COURT: IT IS ORDERED GRANTING IN PART AND DENYING IN PART THE MOTION TO COMPEL. ML MANAGER IS DIRECTED TO PRODUCE A PRIVILEGE LOG BY JULY 15, 2010. THE MOTION TO COMPEL IS DENIED AS TO THE REMAINING BALANCE OF THE REQUEST.

MARK WINKELMAN, was sworn and examined by Mr. Hendricks and cross examined by Mr. Miller.

COURT: IT IS ORDERED CONTINUING THIS HEARING TO JULY 8, 2010 AT 1:30 PM.