

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF ARIZONA**

MEMORANDUM

TO: Bankruptcy Appellate Panel of the Ninth Circuit
125 S. Grand Avenue
Pasadena, California 91105

FROM: Division / District/Office No.:

DATE:

SUBJECT: Transmittal

Case Name:

Bankruptcy No.:

Adversary No.:

Bankruptcy Judge:

Date Notice of Appeal Filed:

Date Motion for Leave to Appeal Filed:

Date of Entry of Order Appealed:

Date Bankruptcy Filed:

Date Notice of Appeal and Notice of
Objection Period Mailed to Parties:

Appeal Fee Paid:

Date of Transmittal:

Clerk of Court

By: _____
Deputy Clerk

UNITED STATES BANKRUPTCY COURT
DISTRICT OF ARIZONA

In Re	Chapter
	Case No.
Debtor(s)	Adv.
Appellant(s)	
v.	
Appellee(s)	

NOTICE OF FILING OF APPEAL AND NOTICE OF REFERRAL OF APPEAL TO THE BANKRUPTCY APPELLATE PANEL

YOU ARE HEREBY NOTIFIED that a Notice of Appeal has been filed on _____ with the Clerk of the U.S. Bankruptcy Court. By virtue of Orders of the Judicial Council of the Ninth Circuit, the above appeal has been referred to the United States Bankruptcy Appellate Panel of the Ninth Circuit (BAP).

Any party desiring to object to such referral must do so in conformity with the foregoing orders and their provisions for reference to the BAP, a copy thereof being hereto attached.

For further information, you may contact the Clerk of the Bankruptcy Appellate Panel at 125 S. Grand Avenue, Pasadena, California 91105, telephone (626) 229-7225.

NOTICE IS GIVEN TO THE APPELLANT that the Appellant shall, within 14 days of the filing of the Notice of Appeal, (see above), file with the Clerk of the U.S. Bankruptcy Court, 230 N. First Avenue, #101, Phoenix, AZ 85003, the following:

1. A designation of the items to be included in the record on appeal and serve a copy upon the appellee;
2. A statement of the issues to be presented and serve a copy upon the appellee; and
3. A written request for the transcript and deliver a copy to the court reporter where the record designated includes a transcript of any proceeding or a part thereof.

Dated:

CLERK OF COURT

By: _____
Deputy Clerk

Copies to be mailed to attorneys for parties and pro se parties to the appeal by the BNC

Enclosures: Copy of Notice of Appeal
Amended Order Establishing and Continuing the BAP

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF ARIZONA**

NOTICE TO PARTIES TO APPEAL

1. Appeal is to the Bankruptcy Appellate Panel for the Ninth Circuit:
 - a. Appeals from judgments or orders entered by bankruptcy judges are referred to the BAP unless the appellant has filed a separate written election to have the appeal transferred to the District Court at the time of the filing of the Notice of Appeal. See the November 18, 1988, as amended May 9, 2002, Order Establishing and Continuing the Bankruptcy Appellate Panel of the Ninth Circuit.
 - b. Designation of items to be included in the record on appeal and a statement of issues are to be filed with the bankruptcy clerk within 14 days of the filing of the Notice of Appeal.
 - c. Do not attach copies of the items designated. Copies of the items designated are not needed when the appeal is before the BAP. If the appeal is sent to the District Court, copies of the record are to be provided as set forth in Section 4 below.

2. Procedure When Appeal Remains at the BAP:
 - a. Procedures for the processing of the appeal at the BAP are contained in the Rules of the United States Bankruptcy Appellate Panel of the Ninth Circuit. Copies of those rules are available online at www.ce9.uscourts.gov/bap or the Clerk of the BAP:

Clerk of Court
U.S. Bankruptcy Appellate Panel
125 S. Grand Avenue
Pasadena, CA 91105
626-229-7225

3. Withdrawing consent to the BAP hearing and deciding the appeal:
 - a. Appellant must have filed a separate written election to transfer the appeal to the District Court at the time the Notice of Appeal is filed with the Clerk of the Bankruptcy Court. The Clerk of the Bankruptcy Court will send the appeal directly to the District Court.
 - b. All other parties to the appeal have 30 days from service of the Notice of Appeal to file with the Clerk of the BAP a written election to transfer the appeal to the District Court. The Clerk of the BAP, upon the filing of the election, will transmit the appeal to the District Court.

4. Procedure when an appeal is transmitted or transferred to District Court:
 - a. Upon receipt of an appeal from the Clerk of the Bankruptcy Court or from the Clerk of the Bankruptcy Appellate Panel, the appeal is assigned a civil case number in the District Court. The District Court then sends a “Notice of Receipt of Appeal” to the parties to the appeal advising them of the civil case number assigned in the District Court.
 - b. The bankruptcy appeal in the District Court is governed by the District Court Local Rules of Bankruptcy Appeal Procedure, as adopted on 12/1/2007. Please refer to those rules which are available at www.azd.uscourts.gov.
 - c. When the statement of issues, designation of record and any designated transcripts are filed with the Bankruptcy Court, the Bankruptcy Court Clerk will transmit to the District Court a certificate that the record is complete. The date of transmittal to the District Court constitutes the date of the entry of the appeal on the docket in District Court.
 - d. The record is retained in the Bankruptcy Court. Copies of the record are no longer required to be filed with the District Court. Instead, the parties include copies from the record in their Excerpts of Record filed as appendix to their briefs. See Local District Court Rule 8009-2.

**UNITED STATES BANKRUPTCY
APPELLATE PANEL OF
THE NINTH CIRCUIT**

Effective November 18, 1988; as amended through May 9, 2002

**AMENDED ORDER CONTINUING
THE BANKRUPTCY APPELLATE PANEL
OF THE NINTH CIRCUIT**

**JUDICIAL COUNCIL OF THE NINTH CIRCUIT AMENDED ORDER CONTINUING THE
BANKRUPTCY APPELLATE PANEL OF THE NINTH CIRCUIT**

1. Continuing the Bankruptcy Appellate Panel Service.

(a) Pursuant to 28 U.S.C. § 158(b)(1) as amended by the Bankruptcy Reform Act of 1994, the judicial council hereby reaffirms and continues a bankruptcy appellate panel service which shall provide panels to hear and determine appeals from judgments, orders and decrees entered by bankruptcy judges from districts within the Ninth Circuit.

(b) Panels of the bankruptcy appellate panel service may hear and determine appeals originating from districts that have authorized such appeals to be decided by the bankruptcy appellate panel service pursuant to 28 U.S.C. § 158(b)(6).

(c) All appeals originating from those districts shall be referred to bankruptcy appellate panels unless a party elects to have the appeal heard by the district court in the time and manner and form set forth in 28 U.S.C. § 158(c)(1) and in paragraph 3 below.

(d) Bankruptcy appellate panels may hear and determine appeals from final judgments, orders and decrees entered by bankruptcy judges and, with leave of bankruptcy appellate panels, appeals from interlocutory orders and decrees entered by bankruptcy judges.

(e) Bankruptcy appellate panels may hear and determine appeals from final judgments, orders, and decrees entered after the district court from which the appeal originates has issued an order referring bankruptcy cases and proceedings to bankruptcy judges pursuant to 28 U.S.C. § 157(a).

2. Immediate Reference to Bankruptcy Appellate Panels.

Upon filing of the notice of appeal, all appeals are immediately referred to the bankruptcy appellate panel service.

3. Election to District Court - Separate Written Statement Required.

A party desiring to transfer the hearing of an appeal from the bankruptcy appellate panel service to the district court pursuant to 28 U.S.C. § 158(c)(1) shall timely file a separate written statement of election expressly stating that the party elects to have the appeal transferred from the bankruptcy appellate panel service to the district court.

(a) **Appellant:** If the appellant wishes to make such an election, appellant must file a separate written statement of election with the clerk of the bankruptcy court at the time of filing the notice of appeal. Appellant shall submit the same number of copies of the statement of election as copies of the notice of appeal. See Bankruptcy Rule 8001(a). When such an election is made, the clerk of the bankruptcy court shall forthwith transfer the case to the district court. The clerk of the bankruptcy court shall give notice to all parties and the clerk of the bankruptcy appellate panels of the transfer at the same time and in the same manner as set forth for serving notice of the appeal in Bankruptcy Rule 8004.

(b) **All Other Parties:** In all appeals where appellant does not file an election, the clerk of the bankruptcy court shall forthwith transmit a copy of the notice of appeal to the clerk of the bankruptcy appellate panels. If any other party wishes to have the appeal heard by the district court, that party must, within thirty (30) days after service of the notice of appeal, file with the clerk of the bankruptcy appellate panels a written statement of election to transfer the appeal to the district court. Upon receipt of a timely statement of election filed under this section, the clerk of the bankruptcy appellate panels shall forthwith transfer the appeal to the appropriate district court and shall give notice of the transfer to the parties and the clerk of the bankruptcy court. Any question as to the timeliness of an election shall be referred by the clerk of the bankruptcy appellate panels to a bankruptcy appellate panel motions panel for determination.

4. MOTIONS DURING ELECTION PERIOD

All motions relating to an appeal shall be filed with the bankruptcy appellate panel service unless the case has been transferred to a district court. The bankruptcy appellate panels may not dismiss or render a final disposition of an appeal within thirty (30) days from the date of service of the notice of appeal, but may otherwise fully consider and dispose of all motions.

5. PANELS

Each appeal shall be heard and determined by a panel of three judges from among those appointed pursuant to paragraph 6, provided however that a bankruptcy judge shall not participate in an appeal originating in a district for which the judge is appointed or designated under 28 U.S.C. § 152.

6. MEMBERSHIP OF BANKRUPTCY APPELLATE PANELS

The bankruptcy appellate panel shall consist of seven members serving seven-year terms (subject to reappointment to one additional three-year term). The judicial council shall periodically examine the caseload of the bankruptcy appellate panel service to assess whether the number of bankruptcy judges serving should change. Appointment of regular and pro tem bankruptcy judges to service on the bankruptcy appellate panel shall be governed by regulations promulgated by the Judicial Council.

(a) When a three-judge panel cannot be formed from the judges designated under subparagraph (a) to hear a case because judges have recused themselves, are disqualified from hearing the case because it arises from their district, or are otherwise unable to participate, the Chief Judge of the Ninth Circuit may designate one or more other bankruptcy judge(s) from the circuit to hear the case.

(b) In order to provide assistance with the caseload or calendar relief, or otherwise to assist the judges serving, or to afford other bankruptcy judges with the opportunity to serve on the bankruptcy appellate panels, the Chief Judge of the Ninth Circuit may designate from time to time one or more other bankruptcy judge(s) from the circuit to participate in one or more panel sittings.

7. CHIEF JUDGE

The members of the bankruptcy appellate panel service by majority vote shall select one of their number to serve as chief judge.

8. RULES OF PROCEDURE

(a) Practice before the bankruptcy appellate panels shall be governed by Part VIII of the Federal Rules of Bankruptcy Procedure, except as provided in this order or by rule of the bankruptcy appellate panel service adopted under subparagraph (b).

(b) The bankruptcy appellate panel service may establish rules governing practice and procedure before bankruptcy appellate panels not inconsistent with the Federal Rules of Bankruptcy Procedure. Such rules shall be submitted to, and approved by, the Judicial Council of the Ninth Circuit.

9. PLACES OF HOLDING COURT.

Bankruptcy appellate panels may conduct hearings at such times and places within the Ninth Circuit as it determines to be appropriate.

10. CLERK AND OTHER EMPLOYEES.

(a) Clerk's Office. The members of the bankruptcy appellate panel service shall select and hire the clerk of the bankruptcy appellate panel. The clerk of the bankruptcy appellate panel may select and hire staff attorneys and other necessary staff. The chief judge shall have appointment authority for the clerk, staff attorneys and other necessary staff. The members of the bankruptcy appellate panel shall determine the location of the principal office of the clerk.

(b) Law Clerks. Each judge on the bankruptcy appellate panel service shall have appointment authority to hire an additional law clerk.

11. EFFECTIVE DATE

This Order shall be effective as to all appeals originating in those bankruptcy cases that are filed after the effective date of this Order. For all appeals originating in those bankruptcy cases that were filed before October 22, 1994, the Judicial Council's prior Amended Order, as revised October 15, 1992, shall apply. This Order, insofar as just and practicable, shall apply to all appeals originating in those bankruptcy cases that were filed after the effective date of the Bankruptcy Reform Act of 1994, October 22, 1994, but before the date of this Order.

IT IS SO ORDERED.

DATE: April 28, 1995; amended May 9, 2002.

**United States Bankruptcy Court
District of Arizona**

APPEALS

ORDERING AN OFFICIAL TRANSCRIPT

An official transcript is a transcript that has been prepared by a designee of the Bankruptcy Court. (For appeal purposes, a tape cassette is not acceptable as a part of the Designation of Record.)

If you have designated a transcript of a Court proceeding in your Appeal documents, **it is your responsibility to order it** from the Bankruptcy Court ECR Operator (see list below). The order should be placed at the time you file your Statement of Issues and Designation of Record.

If you have filed an appeal and need a transcript of a hearing, please follow the steps below to obtain an "OFFICIAL" transcript:

1. Determine the date of the hearing.
2. Determine what portion of the hearing is needed. Do you need the entire hearing or only a specific portion of the hearing, (i.e., the judge's ruling).
3. Determine if the transcript is already on file with the Court. Any ECR Operator can advise you of this. If the transcript is already on file, the Court will determine if your check should be made payable to the Bankruptcy Court. If it is not on file, the ECR Operator can tell you who to contact to obtain one.
4. Each transcript ordered requires a deposit. This deposit varies and is dependent upon the estimated length of the transcript. If the transcript needs to be ordered, the ECR Operator will advise you of the correct way to issue your check and where to make payment.
5. Place your request for the transcript. File a "Notice of Request for Transcript" with the Bankruptcy Court. Be sure to indicate if the transcript was requested from the Court or the Court Reporting Agency.
6. When you receive the transcript, retain it to be included as part of your Designation of Record. Follow the procedures listed in the "Notice To Parties to Appeal" included in this packet. Because a courtesy copy of every transcript ordered is sent to the Court, it is not necessary for you to file the transcript with the Court.

Ordering Transcripts

PHOENIX OFFICE CASES

Judge Baum (RTB)	Juanita Pierson-Williams	(602) 682-4200
Judge Case (CGC)	Marco Garcia	(602) 682-4200
Judge Curley (SSC)	Andamo Purvis	(602) 682-4200
Judge Haines (RJH)	Sheri Fletcher	(602) 682-4200
Judge Hollowell (EWH)	Kayla Morgan	(602) 682-4200
Judge Marlar (JMM)	Kayla Morgan	(602) 682-4200
Judge Nielsen (GBN)	Jo-Ann Stawarski	(602) 682-4200

TUCSON OFFICE CASES

Judge Marlar (JMM)	Bev Granillo	(520) 202-7990
Judge Hollowell (EWH)	Eunice Stroud	(520) 202-7568

YUMA OFFICE CASES

Judge Hollowell (EWH)	Aida Urbalejo	(928) 783-2288
Judge Marlar (JMM)	Aida Urbalejo	(928) 783-2288
Judge Haines (RJH)	Sheri Fletcher	(602) 682-4200

1 Robert J. Miller, Esq. (#013334)
Bryce A. Suzuki, Esq. (#022721)
2 **BRYAN CAVE LLP**
3 Two North Central Avenue, Suite 2200
Phoenix, Arizona 85004-4406
4 Telephone: (602) 364-7000
Facsimile: (602) 364-7070
5 Internet: rjmiller@bryancave.com
bryce.suzuki@bryancave.com

6
7 Counsel for the Rev Op Group

8 **IN THE UNITED STATES BANKRUPTCY COURT**
9 **FOR THE DISTRICT OF ARIZONA**

10 In re:

11 MORTGAGES LTD.,

12 Debtor.

In Proceedings Under Chapter 11

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

NOTICE OF APPEAL

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14
15 AJ Chandler 25 Acres, L.L.C., Bear Tooth Mountain Holdings, L.L.P., Brett M.
16 McFadden, Evertson Oil Company, Inc., L.L.J. Investments, LLC (as successor in interest to
17 Louis B. Murphey, James C. Schneck Rev. Trust, and The Lonnie Joel Krueger Family Trust),
18 Michael Johnson Investments II, L.L.C., Morley Rosenfield, M.D. P.C. Restated Profit Sharing
19 Plan, Pueblo Sereno Mobile Home Park, L.L.C., Queen Creek XVIII, L.L.C., Ronald Kohner,
20 Trine Holdings, L.L.C., William L. Hawkins Family L.L.P., and Yuval Caine and Mirit Caine
21 (collectively, the “Rev Op Group”) hereby appeal, pursuant to 28 U.S.C. § 158(a) and (b), to the
22 Bankruptcy Appellate Panel for the Ninth Circuit from the Bankruptcy Court’s *Order Approving*
23 *the Motion to Approve Settlements with Grace Entities* [Docket #2825] (the “Order”). A True
24 and accurate copy of the Order is attached hereto as Exhibit “A” and incorporated by reference
25 herein.
26
27
28

1 The parties to the Order appealed from and the names, addresses and telephone numbers
2 of their respective attorneys are as follows:

3 **ML Manager, LLC**

4 Cathy Reece, Esq.
5 Keith Hendricks, Esq.
6 FENNEMORE CRAIG, P.C.
7 3003 North Central Avenue, Suite 2600
8 Phoenix, Arizona 85012-2913
9 Telephone: (602) 916-5000
10 creece@fclaw.com
11 khendric@fclaw.com

12 **The Rev Op Group**

13 Robert J. Miller, Esq.
14 Bryce A. Suzuki, Esq.
15 BRYAN CAVE LLP
16 Two North Central Avenue, Suite 2200
17 Phoenix, Arizona 85004-4406
18 Telephone: (602) 364-7000
19 rjmiller@bryancave.com
20 bryce.suzuki@bryancave.com

21 **Central & Monroe, LLC**

22 **Osborn III Partners, LLC**
23 **Portales Place Property, LLC**
24 **70th Street Property, LLC**
25 **44th & Camelback Property, LLC**
26 Donald L. Gaffney, Esq.
27 Donald F. Ennis, Esq.
28 SNELL & WILMER L.L.P.
One Arizona Center
Phoenix, Arizona 85004-2202
Telephone: (602) 382-6000
dgaffney@swlaw.com
dfennis@swlaw.com

If a Bankruptcy Appellate Panel Service is authorized to hear this appeal, each party has a right to have the appeal heard by the district court. The appellant may exercise this right only by filing a separate statement of election at the time of the filing of this notice of appeal. Any other party may elect, within the time provided in 28 U.S.C. § 158(c), to have the appeal heard by the district court.

RESPECTFULLY SUBMITTED this ___ day of July, 2010.

BRYAN CAVE LLP

By /s/ BAS, #022721

Robert J. Miller
Bryce A. Suzuki
Two North Central Avenue, Suite 2200
Phoenix, AZ 85004-4406
Counsel for the Rev Op Group

1 COPY of the foregoing served via email
this 20th day of July, 2010, upon:

2 Cathy Reece, Esq.
3 Keith Hendricks, Esq.
FENNEMORE CRAIG, P.C.
4 3003 North Central Avenue, Suite 2600
Phoenix, Arizona 85012-2913
5 creece@fclaw.com
6 khendric@fclaw.com
Counsel for ML Manager, LLC

7 Donald L. Gaffney, Esq.
8 Donald F. Ennis, Esq.
SNELL & WILMER L.L.P.
9 One Arizona Center
Phoenix, Arizona 85004-2202
10 dgaffney@swlaw.com
11 dfennis@swlaw.com
Counsel for the Grace Entities

12
13 /s/ Robyn L. Kerns
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EXHIBIT A

IT IS HEREBY ADJUDGED
and DECREED this is SO
ORDERED.

The party obtaining this order is responsible for
noticing it pursuant to Local Rule 9022-1.

Dated: July 12, 2010



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FENNEMORE CRAIG, P.C.
Cathy L. Reece (005932)
Keith L. Hendricks (012750)
3003 N. Central Ave., Suite 2600
Phoenix, Arizona 85012
Telephone: (602) 916-5343
Facsimile: (602) 916-5543
Email: creece@fclaw.com
Attorneys for ML Manager LLC

Handwritten signature of Randolph J. Haines in black ink.

RANDOLPH J. HAINES
U.S. Bankruptcy Judge

IN THE UNITED STATES BANKRUPTCY COURT FOR
THE DISTRICT OF ARIZONA

In re
MORTGAGES LTD.,
Debtor.

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

**ORDER APPROVING THE MOTION
TO APPROVE SETTLEMENTS WITH
GRACE ENTITIES**

Pursuant to the authority provided in the Plan of Reorganization approved in this matter (Docket No. 1532) (the "Confirmed Plan"), and the Confirmation Order entered on May 20, 2009 (Docket No. 1755) (the "Confirmation Order"), ML Manager LLC, as Manager of C&M Loan LLC, Osborn III Loan LLC, PPP Loan LLC, 70 SP Loan LLC, 44 CP I Loan LLC, and 44 CP II Loan LLC (the "six Loan LLCs"), and as agent for the non-transferring pass-through investors who hold fractional interests in the Grace Entities' Loans, (collectively, "ML Manager"), filed a Motion To Approve Settlements With Grace Entities ("Motion") (Docket No. 2743). The Motion requests that the Court enter an order approving the settlements and authorizing ML Manager to enter into and implement the settlements with the Grace Entities¹ borrowers as set forth in the Motion and the Settlement Agreements attached collectively as Exhibit A thereto, as modified by the First Amendments to the

¹ The entities described herein as the "Grace Entities" are Central & Monroe, LLC; Osborn III Partners, LLC; Portales Place Property, LLC; 70th Street Property, LLC; and 44th & Camelback Property, LLC.

1 Settlement Agreements subsequently filed with the Court as Exhibit A to Docket No. 2816 (the
2 “Settlements”). A Joinder to the Motion was filed by the Grace Entities (Docket No. 2762), an
3 Objection was filed by the Rev Op Group (Docket No. 2761) (the “Objection”), and a
4 Reservation of Rights and Response was filed by The William C. Lewis Trust (Docket No.
5 2764) (the “Reservation”). The Rev Op Group also filed a Motion to Compel Production of
6 Documents and Privilege Log Re: Grace Document Production (Docket No. 2805) (“Motion
7 to Compel”).

8 On June 30, 2010, ML Manager, the Grace Entities and the Rev Op Group filed a Joint
9 Pretrial Statement re Contested Matter: Approval of Grace Entities Settlement Agreement
10 (Docket No. 2803) (the “Joint Pretrial Statement”).

11 The Court held an initial hearing on the Motion on May 27, 2010 (the “Initial
12 Hearing”). The Court then held a subsequent evidentiary hearing on the Motion commencing
13 July 7, 2010 at 10:00 a.m., at which it took evidence on in support of the Motion (the
14 “Evidentiary Hearing”). ML Manager then filed a notice of Filing the Executed Copies of the
15 First Amendment to Settlement for Osborn III Partners, LLC and First Amendment to
16 Settlement Agreement for Central & Monroe LLC and the Notes and Deeds of Trust related
17 thereto (Docket No. 2816) (the “Notice re Amendments”). The Court also heard oral
18 arguments at a hearing on July 8, 2010 at 1:30 p.m. and at the conclusion of the hearing the
19 Court made findings of fact and conclusions of law on the record which are incorporated in
20 this Order.

21 Upon consideration of the Motion, the Joinder, the Objection, the Reservation, the
22 Joint Pretrial Statement, other filings of record, the statements and arguments of counsel,
23 and the evidence presented at the hearing, the Court finds and concludes as follows:

24 (a) This Court has jurisdiction to rule upon the issues presented in the Motion
25 pursuant to Section 4.16 of the Confirmed Plan and Paragraph V of the Confirmation
26 Order;

1 (b) The Court has jurisdiction to enter this Stipulated Order and authorize and
2 approve the Settlements and the Motion;

3 (c) Pursuant to Section 4.16 of the Confirmed Plan and Paragraph V of the
4 Confirmation Order, ML Manager has authority to enter into and implement the
5 Settlements and is authorized to proceed with the Settlements and to execute all necessary
6 documents to implement the Settlements which will bind the six Loan LLCs, the non-
7 transferring pass-through investors who hold fractional interests in the Grace Entities'
8 Loans (including the Rev Op Group), the Grace Entities and Grace Guarantors;

9 (d) ML Manager is authorized, among other things, to enter into the Settlements,
10 give the releases provided for therein, conduct the Trustee's Sales and/or or accept deeds in
11 lieu as provided for in the Settlements, enter into the notes and deeds of trust as provided
12 for in the Settlements, and pay the settlement payments to the Grace Entities and/or their
13 designees out of the first available sale or refinancing proceeds on Central & Monroe,
14 LLC's property and Osborn III Partners, LLC's;

15 (e) The Settlements and ML Manager's decision to enter into the Settlements
16 reflect a reasonable compromise of the complex issues involved, are in the best interests of
17 the investors in the Grace Entities Loans, are supported by the best exercise of business
18 judgment of ML Manager and are consistent with ML Manager's fiduciary duties and
19 responsibilities.

20 IT IS THEREFORE ORDERED THAT:

- 21 (1) The Motion is granted and the Settlements are approved.
22 (2) The Objection and the Reservation are overruled.
23 (3) ML Manager is authorized pursuant to Section 4.16 of the Confirmed Plan
24 and Paragraph V of the Confirmation Order to enter into the Settlements and to implement
25 the terms set forth therein. The six Loan LLCs and the non-transferring pass-through
26 investors who hold fractional interests in the Grace Entities' Loans (including the Rev Op

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Group) are bound by the terms of the Settlements.

(4) ML Manager is authorized, among other things, to give the releases provided for therein, conduct the Trustee's Sales and/or or accept deeds in lieu as provided for in the Settlements, enter into the notes and deeds of trust as provided for in the Settlements, and pay the settlement payments to the Grace Entities and/or their designees out of the first available sale or refinancing proceeds on Central & Monroe, LLC's property and Osborn III Partners, LLC's.

(5) The Motion to Compel has been rendered moot by the entry of this Order, therefore, any orders related thereto are hereby vacated.

ORDERED, SIGNED AND DATED AS STATED ABOVE.