

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served on all interested parties in accordance with the Texas Rules of Civil Procedure and TEX. INS. CODE ANN. § 443.007(d) this 15th day of June 2009.

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Brian E. Riewe

Brian E. Riewe

**Southern Star Title Company, LLC, in Receivership
Summary Statement of Expenses**

**For the Quarter Ending
5/31/2009**

	March	April	May	Total 1st Quarter
SDR				
Jennifer Ramsey, PC				
Jennifer Ramsey	1,755.00	4,953.00	3,997.50	10,705.50
Lori Bolton	238.50	571.50	243.00	1,053.00
Leslie Bollier		225.00	1,362.50	1,587.50
Expenses		29.00	340.34	369.34
Subcontractors				
Brian E Riewe, PC				
Brian Riewe	1,035.00	1,800.00	472.50	3,307.50
Jennifer Fielder Meiners	440.00	1,096.00	304.00	1,840.00
Greg Douglass		35.00	910.00	945.00
Expenses	1.00	40.00	5.00	46.00
Shackelford Melton & McKinley				
Charles Fiscus	800.00	1,160.00	860.00	2,820.00
Expenses				0.00
Balboa Services, Ltd Co				
Angelo Feller	365.50	323.00	1,088.00	1,776.50
Carol Feller		787.50	315.00	1,102.50
Matt Donavan		765.00	100.00	865.00
Expenses		59.07		59.07
Barron, Newburger, & Sinsley, PLLC				
Erin E Jones		725.00		725.00
Cindy DeMott		18.00		18.00
Expenses				0.00
Other Vendors/Expenses				
US Post Office		53.49		53.49
Ernesto Garza	1,923.49	1,576.00		3,499.49
CPL Retail Energy	122.52			122.52
Landtitle IT	11,528.25			11,528.25
Operations Bank		10.00	10.00	20.00
Texas Treasury	10.96		11.57	22.53
Liquidation Oversight Allocation				
Liquidation Oversight Allocation		200.00		200.00
Special Master's Fees				0.00
Total by Month	18,220.22	14,426.56	10,019.41	
Total Expenses for Quarter Ending May 2009				42,666.19

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**Southern Star Title Company, LLC, in Receivership
Statement of Net Assets**

**For the Month Ending
05/31/09**

Line		05/31/09
Cash		
1	Cash - Unrestricted	147,183
Investments		
2	Short-Tem Investments	576,823
3	Bonds, Preferred Stocks & Common Stocks	
4	Investments in Subsidiaries, Controlled or Affiliated Entities	
5	Mortgage Loans	
6	Real Estate	
7	Policy Loans	
8	Other Invested Assets	
Reinsurance		
9.1	Reinsurance Recoverables on Paid Losses & LAE	
9.1A	Allowance for Reinsurance on Paid Losses & LAE	
9.2	Reinsurance Recoverables on Unpaid Losses & LAE	
9.2A	Allowance for Reinsurance on Unpaid Losses & LAE	
9.3	Reinsurance Recoverables on UEP & Contingent Commissions	
Receivables		
10	Salvage & Subrogation Recoveries	
11	Premiums Due & Accrued from Agents & Policyholders	
12	Receivable from Parents, Subsidiaries & Affiliates	
13	Accrued Investment Income	
14	Receivable from Guaranty Associations - Early Access Payments	
Other Assets		
15.1	FF&E	2,500
15.2	Prepaid Expenses	
16	Other Assets	
Restricted Assets		
17.1	Restricted - Statutory Deposits	
17.2	Restricted - Funds held by or deposited with Reinsured Companies	
17.3	Restricted - Separate Accounts & Protected Cell Accounts	
17.4	Restricted - Other	
18	Total Unrestricted Assets	726,506
19	Total Restricted Assets	0
19A	Net Assets not Categorized	
20	Total Assets	726,506

NOTES

Ref No.

2 This item represents a \$582.00 note to an employee Cynthia Garcia and a \$576,240.94 escro shortage with the obligation going to Ibanez

15.1 This item is an estimate of the value of computer equipment

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**Southern Star Title Company, LLC, in Receivership
Changes in Net Assets**

**For the Quarter Ending
05/31/09**

Line		Qtr Ending 02/28/09	Qtr Ending 05/31/09	Change
Cash				
1	Cash - Unrestricted	62,284	147,183	84,899
Investments				
2	Short-Term Investments	576,823	576,823	0
3	Bonds, Preferred Stocks & Common Stocks			0
4	Investments in Subsidiaries, Controlled or Affiliated Entities			0
5	Mortgage Loans			0
6	Real Estate			0
7	Policy Loans			0
8	Other Invested Assets			0
Reinsurance				
9.1	Reinsurance Recoverables on Paid Losses & LAE			0
9.1A	Allowance for Reinsurance on Paid Losses & LAE			0
9.2	Reinsurance Recoverables on Unpaid Losses & LAE			0
9.2A	Allowance for Reinsurance on Unpaid Losses & LAE			0
9.3	Reinsurance Recoverables on UEP & Contingent Commissions			0
Receivables				
10	Salvage & Subrogation Recoveries			0
11	Premiums Due & Accrued from Agents & Policyholders			0
12	Receivable from Parents, Subsidiaries & Affiliates			0
13	Accrued Investment Income			0
14	Receivable from Guaranty Associations - Early Access Payments			0
Other Assets				
15.1	FF&E	2,500	2,500	0
15.2	Prepaid Expenses			0
16	Other Assets			0
Restricted Assets				
17.1	Restricted - Statutory Deposits			0
17.2	Restricted - Funds held by or deposited with Reinsured Companies			0
17.3	Restricted - Separate Accounts & Protected Cell Accounts			0
17.4	Restricted - Other			0
18	Total Unrestricted Assets	641,607	726,506	84,899
19	Total Restricted Assets	0	0	0
19A	Net Assets not Categorized			0
20	Total Assets	641,607	726,506	84,899

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**Southern Star Title Company, LLC, in Receivership
Statement of Net Liabilities**

**For the Month Ending
05/31/09**

Line		Class	05/31/09
1	Secured Claims	1	18,099
2	Special Deposit Claims	1	598,455
Administrative			
3	Administrative Claims - State/Receiver		
	Special Deputy Receiver, Subcontractors Fees & Expenses	1	102,287
	Liquidation Oversight & Special Master's Fees	1	200
	Unsecured Loans	1	178,000
4	Administrative Claims - Guaranty Assns	1	
	Claims Paid		
	Reserves		
5	LAE - Guaranty Assns	1	
	Claims Paid		
	Reserves		
Loss Claims			
6	Loss Claims - Guaranty Assns	2	
	Loss Claims Paid		
	Reserves		
7	Loss Claims - Other	2	
	Loss Claims Paid		
	Reserves		
8	LAE - Other	2	
9	Unearned & Advance Premium Claims (Non Assessable Policies) - GA	2	
10	Unearned & Advance Premium Claims (Non Assessable Policies) - Other	2	
18	Unearned Premium Claims (Assessable Policies) - GA	2	
Other Creditors			
11	Federal Government Claims	3	145,741
12	Employee Claims	4	6,027
13	General Unsecured Creditor Claims (Other than Reinsurance Related)	5	
14	Ceded Reinsurance Related Unsecured Claims	5	
14.1	Assumed Reinsurance Related Unsecured Claims	5	
15	State & Local Government Claims		
	State & Local Governments/Attorneys	6	176
	State & Local Governments - Penalties	7	
16	Late Filed Claims - Unexcused	8	
17	Surplus Notes	9	
19	Unearned Premium Claims (Assessable Policies) - Other	9	50,918
20	Shareholder Claims	11	
21	Other Liabilities		
	Interest	10	
	Other		165,145
22	Total Liabilities		1,265,047
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities		(538,541)
	Total Liabilities & Equity		726,506

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**Southern Star Title Company, LLC, in Receivership
Statement of Net Liabilities**

**For the Month Ending
05/31/09**

NOTES

All amounts recorded based on adjudicated claims unless otherwise specified

Ref. No.

- 2 This item is comprised of Escrow funds
- 3 \$178,000 is balance of loans from abandoned property fund
- 21 Funds due Santo Andrei Investments

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Southern Star Title Company, LLC, in Receivership
Changes in Net Liabilities

For the Quarter Ending
05/31/09

Line		Qtr Ending 2-29-09	Qtr Ending 05/31/09	Change
1	Secured Claims	18,099	18,099	0
2	Special Deposit Claims	598,455	598,455	0
Administrative				
3	Administrative Claims - State/Receiver			0
	Special Deputy Receiver, Subcontractors Fees & Expenses	74,967	102,287	27,320
	Liquidation Oversight & Special Master's Fees		200	200
	Unsecured Loans	78,000	178,000	100,000
4	Administrative Claims - Guaranty Assns			0
	Claims Paid			0
	Reserves			0
5	LAE - Guaranty Assns			0
	Claims Paid			0
	Reserves			0
Loss Claims				
6	Loss Claims - Guaranty Assns			0
	Loss Claims Paid			0
	Reserves			0
7	Loss Claims - Other			0
	Loss Claims Paid			0
	Reserves			0
8	LAE - Other			0
9	Unearned & Advance Premium Claims (Non Assessable Policies) - GA			0
10	Unearned & Advance Premium Claims (Non Assessable Policies) - Other			0
18	Unearned Premium Claims (Assessable Policies) - GA			0
Other Creditors				
11	Federal Government Claims	145,741	145,741	0
12	Employee Claims	6,027	6,027	0
13	General Unsecured Creditor Claims (Other than Reinsurance Related)			0
14	Ceded Reinsurance Related Unsecured Claims			0
14.1	Assumed Reinsurance Related Unsecured Claims			0
15	State & Local Government Claims			0
	State & Local Governments/Attorneys	176	176	0
	State & Local Governments - Penalties			0
16	Late Filed Claims - Unexcused			0
17	Surplus Notes			0
19	Unearned Premium Claims (Assessable Policies) - Other	50,918	50,918	0
20	Shareholder Claims			0
21	Other Liabilities			0
	Interest			0
	Other	165,145	165,145	0
22	Total Liabilities	1,137,527	1,265,047	127,520
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(495,920)	(538,541)	(42,621)
	Total Liabilities & Equity	641,607	726,506	84,899

R-543 Southern Star Title Company, LLC, in Receivership
Change in Cash & Investments

For the Quarter Ending
05/31/09

Line	Qtr Ending May-09
Income	
1 Premium Receipts	0
2 Settlements	0
3 Policy Loan Receipts	0
4 Proceeds from Sale of Real Property or Personal Property	0
5 Reinsurance Recoveries	0
6 Salvage & Subrogation Recoveries	0
7 Agents' Balances Received	0
8 Collection of Affiliate Receivables	0
9 Recovery of Taxes Previously Paid	0
10 Other Receipts	0
11 Total Operational Receipts	0
12 Interest & Dividend Receipts	45
13 Net Cash Provided by Investment Activities	0
14 Total Cash Receipts from Investment Activities	45
15 Total Cash Receipts	45
Operational Expenses	
16 Deputy Receiver & Consulting Fees & Expenses	13,715
17 Employee Salaries, P/R Taxes & Employee Benefits	0
18 Rent, Office & Other Facility Expenses	0
19 Legal Fees & Expenses	9,702
20 Accounting & Auditing Fees & Expenses	3,744
21 SGA - Administration Expenses other than LAE	0
22 Ancillary Administration Expenses	15,505
23 Other Disbursements	0
24 Total Operational Disbursements	42,666
Investment Expenses	
25 Investment Expenses	0
26 Purchase of Invested Assets	0
27 Total Disbursements for Investment Activities	0
Claims Paid	
28.1 Losses/Benefit Payments - SGA	0
28.2 Losses/Benefit Payments - Non SGA	0
28.3 Losses/Benefit & LAE Payments - Special Deposits	0
29.1 LAE Payments - SGA	0
29.2 LAE Payments - non SGA	0
30 Early Access Payments	0
31 Reinsurance Payments	0
32 Total Cash Distributions	0
33 Total Cash Disbursements & Distributions	42,666
34 Net Increase(Decrease) in Cash	(42,621)
35 Cash at Beginning of Period	(90,683)
36 Cash at End of Period	(133,304)