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UNITED STATES DISTRICT COURT
DISTRICT OF IDAHO

SECURITIES AND EXCHANGE)	Case No.: CV 09-075-E-EJL
COMMISSION,)	
)	
Plaintiff,)	
)	
and)	
)	
COMMODITY FUTURES TRADING)	Case No.: CV 09-076-E-EJL
COMMISSION,)	
)	The Honorable Edward J. Lodge
Plaintiff,)	
)	
vs.)	FIFTH REPORT OF R. WAYNE
)	KLEIN, RECEIVER (FOR PERIOD
DAREN L. PALMER and TRIGON GROUP,)	ENDING MARCH 31, 2010); NOTICE
INC., a Nevada Corporation,)	OF SETTLEMENT
)	
Defendants.)	
)	

R. Wayne Klein, the Court-Appointed Receiver (the "Receiver") of Trigon Group, Inc. ("Trigon") and the assets of Daren L. Palmer (the "Receivership Entities" and/or "Palmer"), hereby submits this Fifth Report for the period of January 1, 2010 through March 31, 2010 (the "Reporting Period").

FIFTH REPORT OF R. WAYNE KLEIN, RECEIVER (FOR PERIOD ENDING MARCH 31, 2010); NOTICE OF SETTLEMENT - 1

PROCEDURAL HISTORY

The regulatory enforcement actions by the Securities and Exchange Commission (SEC) and Commodity Futures Trading Commission (CFTC) were commenced on February 26, 2009. That same day, the Court entered orders imposing an asset freeze and appointing R. Wayne Klein as Receiver. Since that time, the Court has entered preliminary injunctions against Daren Palmer and Trigon Group, Inc., based on the consent of the defendants. The Court also entered orders on October 23, 2009 finding Mr. Palmer in contempt.

PROPERTY SALES

Since the date of the Fourth Report of the Receiver, three properties owned by Palmer have been sold or are the subject of agreements for sale:

1. Heyrend Warehouse The sale of the warehouse on Heyrend Drive in Idaho Falls closed on February 1, 2010. That sale netted proceeds of \$562,858.47 for the Receivership.
2. California Airplane Hangar An airplane hangar in California that was being purchased by Duane Yost was sold on February 24, 2010. Trigon provided \$125,000 towards the purchase of this hangar. Pursuant to agreement involving the Receiver, Mr. Yost, and the bank, \$125,000 from the proceeds of the sale were paid to the Receiver.
3. Hawaiian Timeshare Interest The Palmers had owned a timeshare interest in Hawaii. In July 2009, the interest was listed for sale with a timeshare broker for \$25,000. On February 24, 2010, the Receiver accepted an offer of \$24,000 for the timeshare interest. The sale is scheduled to close in April 2010, with the buyer taking possession at the end of 2010.

OTHER PROPERTY BELONGING TO THE RECEIVER

The Palmers owned or had interests in four other properties. Three of those are under the control of the Receiver.

1. Idaho Falls Mansion The partially completed mansion in Idaho Falls is listed for sale and is being actively marketed. There have been no offers on the mansion. The Receiver continues to pay expenses associated with the protection and maintenance of the mansion including utility expenses, insurance costs, and expenses incurred recently to enhance security measures at the home.
2. Rigby Apartments The two four-plex apartments in Rigby also are being marketed. They are mostly rented and are earning positive cash flow while they are offered for sale.
3. Undeveloped Commercial Lot in Meridian, Idaho As discussed in the Second Report, the Receiver discovered that an undeveloped lot in a commercial development in Meridian, Idaho had been transferred by Palmer to another entity in May, 2009 to satisfy a debt claimed by Daren Palmer. This property is one of the subjects of the October 23, 2009 Contempt Orders. The Receiver expects to file a lawsuit soon seeking the Court's help to obtain title to this property and terminate the claims of lienholders.
4. Other Properties and Assets The Receiver is investigating the strength of claims he can make to property that was transferred to Mr. Yost in exchange for an investment interest. The Receiver also discovered that personal property that should be in the Receivership Estate is being held by a contractor. Lawsuits are expected to be filed to recover this property.

DEVELOPMENTS IN EXISTING SETTLEMENT AGREEMENTS

As noted in the earlier Reports, the Receiver had entered into a number of settlement agreements relating to assets of the Receivership.

1. Promissory Note Payable to Yost: The Receiver is being paid monthly payments on promissory notes that were payable to Duane Yost and which have been assigned to the Receiver. During the Reporting Period, the Receiver was paid \$6,450 on these notes.
2. Broker Repayment: The Receiver found that \$25,000 had been paid by Palmer to a commodities broker for a separate business purpose. In March, the broker repaid the final \$10,000 of the \$25,000 owed by the broker.
3. Assistance Payments: In February, the Receiver made the last of the monthly assistance payments to Michelle Palmer. She will not be receiving any further payments from the Receiver.

RECENTLY ANNOUNCED SETTLEMENT AGREEMENTS

Since January 1, 2010, the Receiver has entered into seven new settlement agreements. These are described in a Notice of Settlements filed with the Court on March 11, 2010:

1. Bank of Commerce: The Bank of Commerce in Idaho Falls agreed to return to the Receiver \$2,072,082.19 paid to the bank by Trigon for debts owed to the bank by investors. The Receiver sought return of these funds because the payments were made by Trigon when Trigon did not have any obligation to make payments to the bank. This money will be paid in four installments before the end of 2010.
2. Brett Wright: Mr. Wright received \$33,548 more in return on his investment than he paid. This money has been repaid to the Receiver.

3. John Goddard: The Receiver filed suit against Mr. Goddard in February (described below), alleging he was overpaid by \$27,629. The Receiver agreed to accept a settlement of \$25,000 in light of Mr. Goddard's medical conditions.
4. Robert Lindberg: Mr. Lindberg was overpaid by \$8,000. He has agreed to repay this amount to the Receiver in installments during the next nine months.
5. Kathryn McGregor: Ms. McGregor received \$30,753.42 in interest payments pursuant to an earlier loan made to Trigon. The Receiver agreed to forego requiring her to repay this amount in exchange for her waiver of \$217,674.00 in claims she could make against the Receivership.
6. Allan Wright: The Receiver alleged that Mr. Wright received significantly more in interest and distributions from his investments in Trigon than his original investment amount. Mr. Wright does not dispute receiving payments in excess of his investment but demonstrated to the Receiver that he lacked the assets or the ability to repay the amount of overpayment. Pursuant to his agreement with the Receiver, Mr. Wright will deliver to the Receiver cash in the estimated amount of \$60,000, property with an original value of \$160,000, and waivers of claims against the Receivership by family members valued at \$1,125,500.
7. JS Geldt, LLC: The Receiver alleged that Trigon improperly paid \$187,500 to JS Geldt as compensation for arranging loans to Trigon. In settlement of the Receiver's demand for return of this amount, JS Geldt will pay to the Receiver approximately \$40,000 in cash and waive \$205,547.95 in claims against the Receivership.

NEW SETTLEMENT AGREEMENT

Since the March 11, 2010 Notice of Settlements, the Receiver has entered into a settlement agreement with Family Asset Protection Legal Services, PLLC. This entity received \$40,665 from Trigon and from other investors for its assistance in structuring loans to Trigon. The Receiver determined that some of the funds were payment for legal services; other payments were compensation for helping arrange loans to Trigon. Family Asset Protection has agreed to pay the Receiver \$22,250 in settlement of the claims asserted by the Receiver.

The Receiver hereby gives notice of this settlement. Objections, if any, to any of the above settlements must be in writing and filed with this Court within ten (10) days of the date of filing of this Fifth Report. Unless the Court orders otherwise, and if no objection has been filed within ten (10) days, the Receiver will deem the settlements approved and move forward to implement their terms.

NEW LAWSUITS FILED BY THE RECEIVER

The Receiver filed an additional thirteen lawsuits since January 1, 2010. These lawsuits seek payments from investors, family members, and entities which received funds from Trigon and affiliated entities. Copies of these lawsuits are listed on the Receiver's website:

1. Kevin Taggart: In this January 19 lawsuit, the Receiver alleges that Mr. Taggart received distribution payments from Trigon substantially in excess of principal amounts he invested.
2. Revolution Mechanical: This lawsuit was filed January 22. The lawsuit seeks a return of an investment in Revolution Mechanical made by Palmer.
3. Duane Yost: The Receiver filed suit on January 27 seeking a return of payments made to Duane Yost and his companies by Trigon.

4. American Finance: This February 17 lawsuit alleges American Finance was overpaid on its investment.
5. Michael Beauchamp: This lawsuit, filed February 17, alleges payments made in excess of the amount invested.
6. Brad Beauchamp: In this February 17 lawsuit, the Receiver alleges Mr. Beauchamp was paid funds from Trigon without demonstration of a benefit to Trigon.
7. Doyle Beck: On February 18, the Receiver filed this suit alleging that Beck was the recipient of fraudulent transfers from Trigon in repayment of his investment.
8. Copper Creek Fountains: This lawsuit seeks the return of funds paid to Copper Creek by Trigon as an investment in Copper Creek. The suit was filed February 18.
9. John Goddard: This lawsuit was filed February 18, alleging overpayments to Mr. Goddard. As noted above, Mr. Goddard has repaid the Receiver.
10. Jeff Struchen: The Receiver alleges funds from Trigon were used to fund payments to Mr. Struchen by others. This February 18 lawsuit seeks a return of those payments.
11. Elaine Talbot: This February 18 lawsuit alleges that payments were made to Ms. Talbot by Trigon for a debt owed by someone else. The lawsuit seeks the return of those funds.
12. R. Jay Taylor: This lawsuit, also filed February 18, seeks the return of payments made to Mr. Taylor with funds that originally came from Trigon.
13. Kyle and Lexi Kunz: The Receiver alleges that the Kunzes received funds from Trigon which were not owed to them by Trigon.

CLAIMS PROCESS

On January 21, 2010, the Court approved the Receiver's request to begin the claims process. The Court approved the claim form, procedures to govern the claims process, and the

timetable for completing the claims process. On January 22, 2010, the Receiver mailed 82 claim forms to potential claimants.

1. Claims Filed: The Court-established deadline for filing claims was February 28, 2010. Thirty-three claims were filed by the deadline. One claim was filed late; the claimant is living out of state temporarily and was unaware of the claims process. Only one claim was by a non-investor claimant; the claim was by a contractor for work performed on one of the properties delivered to the Receiver. The claim amounts in these 34 submissions total \$28,100,429.28.
2. Incomplete Claim Forms: Two of the claim forms submitted were incomplete. After being notified of the deficiencies, both claimants submitted corrected claim forms.
3. Evaluation of Claim Forms: Using guidelines approved by the Court, the Receiver analyzed each of these claim forms, determining whether claim amounts will be “accepted,” “reduced,” or “rejected.”
 - a. Accepted: The Receiver notified 16 of the claimants that their claims were approved. In these cases, the claim amounts either agreed with records of the Receiver or the claimants submitted proof of the amounts claimed. These claims are for a total amount of \$10,150,204.29.
 - b. Reduced: The Receiver has determined 15 of the claim forms qualify for reduced amounts of claims. This generally is a result of the initial claim not including credible evidence of investments which were not on the Receiver’s records or the claim form did not show all the distributions shown on the Receiver’s records. These claims were for a total of \$17,118,021.99. The Receiver was able to verify \$11,568,322.85 in claims from these claimants. Additional documentation is

expected to be received from some of these claimants. This means the approved claim amounts for these claimants is likely to rise.

c. Rejected: After review, the Receiver has determined that three of the claims should be rejected. These claims totaled \$807,203.

4. Notification of Claimants: The Receiver has sent letters to each claimant notifying the claimants of their claim numbers and whether the claim is approved, reduced, or rejected. Claimants are being given an opportunity to submit additional documentation if they want to contest the determinations made by the Receiver. Additional documentation has begun to be delivered to the Receiver. Attached as Exhibit A is a chart showing the Preliminary Allowable Claim Amount that resulted from the Receiver's initial review of the claims. Each claim is listed by claim number.

ONGOING EFFORTS TO RECOVER FUNDS

The Receiver is continuing his efforts to identify and recover other assets and funds belonging to the Receivership Estate. Negotiations are ongoing with a number of parties.

OTHER ACTIVITIES

Other activities of the Receiver have included preparation for litigation, calls, correspondence, and interviews with investors; and assisting government agencies with their investigations.

FINANCIAL ACTIVITIES OF THE RECEIVER

Funds Recovered and Paid Out: During this Reporting Period, the Receiver has received \$797,874.24, which has been deposited into bank accounts controlled by the Receiver. These receipts are:

FUNDS PAID TO THE RECEIVER			
Date	Amount	Source	Purpose
1/19/10	\$774.13	Dividend Capital	Partial redemption of real estate investment trust
1/27/10	\$2,150.00	Borrower	Payment on promissory note owed to D. Yost
2/3/10	\$562,858.47	First American Title	Proceeds from sale of Heyrend warehouse
2/5/10	\$2,150.00	Borrower	Payment on promissory note owed to D. Yost
2/25/10	\$125,000.00	Stewart Title Co.	Proceeds from sale of airplane hangar
2/26/10	\$893.64	Western Comm. Ins.	Refund of insurance premium for warehouse
3/4/10	\$33,548.00	Brett Wright	Settlement payment
3/8/10	\$10,000.00	Broker	Final settlement payments
3/10/10	\$12,500.00	John Goddard	Partial settlement payment
3/17/10	\$12,500.00	John Goddard	Final settlement payment
3/17/10	\$2,150.00	Borrower	Payment on promissory note owed to D. Yost
Total	\$764,524.24		

The Receiver also has paid out \$10,335.54 from these accounts for expenses of the Receivership. These expenditures are listed in the chart below. In addition, the Receiver withdrew \$175,500 from the Receivership bank accounts on February 26, 2010 as partial payment of fees and expenses of the Receiver, counsel for the Receiver, and professionals engaged by the Receiver. This is described in more detail below.

FUNDS PAID OUT BY THE RECEIVER			
Date	Amount	Recipient	Purpose
1/6/10	\$1,296.10	ADB Bank	Monthly insurance premium for mansion.
1/15/10	\$210.00	Omni Security Syst.	Installation of freeze sensors at mansion.
1/15/10	\$117.61	Rocky Mtn. Power	Electricity for Heyrend warehouse.
1/15/10	\$2,000.00	Michelle Palmer	Assistance payment #7 of 8.
1/25/10	\$510.13	Intermountain Gas	Gas for Heyrend warehouse
1/25/10	\$665.67	Intermountain Gas	Gas for mansion.
2/4/10	\$10.00	Zions Bank	Wire transfer fee for incoming wire.
2/5/10	\$1,296.10	ADB Bank	Monthly insurance premium for mansion.
2/8/10	\$120.55	Rocky Mtn. Power	Electricity for Heyrend warehouse.
2/15/10	\$2,000.00	Michelle Palmer	Assistance payment #8 of 8.
2/23/10	\$445.21	Intermountain Gas	Gas for mansion.
2/23/10	\$365.89	Intermountain Gas	Gas for Heyrend warehouse.
3/4/10	\$1,296.10	ADB Bank	Monthly insurance premium for mansion.
3/8/10	\$12.18	Rocky Mtn. Power	Electricity – Heyrend warehouse: final.
3/17/10	\$5,000.00	Pinnacle Corp.	Insurance deductible: mansion electrical repairs.
3/17/10	\$4,800.00	Pinnacle Corp.	Construction costs: mansion security upgrades.

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3/19/10	\$397.28	Intermountain Gas	Gas for mansion.
Total	\$20,542.82		

Bank Account Balances: Bank accounts maintained by the Receiver had the following balances as of March 31, 2010:

Bank	Type	Balance
Wells Fargo	Checking	\$63,768.05
Zions Bank	Checking	\$1,533.72
Zions Bank	Savings	\$1,137,848.47
Total		\$1,203,150.24

Expenses of the Receiver and Attorneys: The Receiver, his firm, and the law firm hired by the Receiver have expended significant sums to date in carrying out the Receiver's responsibilities. These include expenses relating to travel, deposition transcripts, property taxes, utility expenses, insurance costs, property repairs, court costs, and paying for bank records, as well as paying expenses of analysts and other professionals assisting in administration of the Receivership Estate. On August 7 and November 24, the Receiver submitted motions for Court approval of reimbursement of these expenses and payment of professional fees. The Court has granted these requests, subject to the condition suggested by the Receiver that only up to 25% of funds recovered may be used to pay the fees awarded by the Court. On February 26, the Receiver withdrew \$175,500 from funds recovered to date as partial payment of these approved fees.

CONCLUSION

The Receiver respectfully submits this Initial Report for the period from January 1, 2010 through March 31, 2010.

The Receiver verifies under penalty of perjury that the foregoing is true and correct.

DATED THIS 12TH day of April, 2010.

By *R. Wayne Klein*
R. Wayne Klein

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this ___ day of April, 2010, I electronically filed the foregoing FIFTH REPORT OF R. WAYNE KLEIN, RECEIVER (FOR PERIOD ENDING MARCH 31, 2010); NOTICE OF SETTLEMENT with the Clerk of the Court using the CM/ECF system which sent a Notice of Electronic Filing to the following persons:

Karen L. Martinez
Thomas M. Melton
Tanya Beard
Securities and Exchange Commission
15 West South Temple, Suite 1800
Salt Lake City, UT 84101
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Alison B. Wilson
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*Counsel for Plaintiff Securities and Exchange
Commission*

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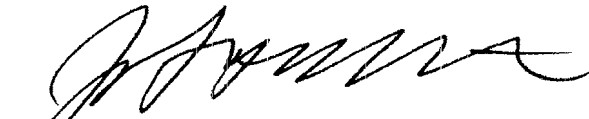
Counsel to Defendant Daren L. Palmer

AND, I HEREBY CERTIFY that I have served the foregoing document to the following non-CM/ECF Registered Participants (list names and addresses):

Alan Conilogue
Deputy Attorney General
State of Idaho
PO Box 83720
Boise, ID 83720-0031

U.S. Mail, Postage Prepaid
 Hand Delivered
 Overnight Mail
 E-mail
 Telecopy

Local Counsel for Plaintiffs



John F. Kurtz, Jr.

FIFTH REPORT OF R. WAYNE KLEIN, RECEIVER (FOR PERIOD ENDING
MARCH 31, 2010); NOTICE OF SETTLEMENT - 13

Trigon Receivership			
Summary of Claims Filed and			
Preliminary Allowable Claim Amounts.			
CLAIM #	CLAIMED AMOUNT	STATUS	PRELIMINARY ALLOWABLE CLAIM AMOUNT
2002	\$1,000,000.00	Allowed	\$1,000,000.00
2003	\$2,738,700.00	Allowed	\$2,738,700.00
2004	\$25,000.00	Allowed	\$25,000.00
2006	\$200,000.00	Allowed	\$200,000.00
2007	\$50,000.00	Allowed	\$50,000.00
2008	\$55,500.00	Allowed	\$55,500.00
2009	\$420,000.00	Allowed	\$420,000.00
2012	\$100,000.00	Allowed	\$100,000.00
2013	\$250,000.00	Allowed	\$250,000.00
2014	\$83,069.29	Allowed	\$83,069.29
2015	\$3,904,518.00	Allowed	\$3,904,518.00
2016	\$160,000.00	Allowed	\$160,000.00
2021	\$35,417.00	Allowed	\$35,417.00
2022	\$250,000.00	Allowed	\$250,000.00
2023	\$378,000.00	Allowed	\$378,000.00
2024	\$500,000.00	Allowed	\$500,000.00
	\$10,150,204.29		\$10,150,204.29
2001	\$2,187,500.00	Reduced	\$2,162,500.00
2005	\$350,000.00	Reduced	\$12,214.00
2010	\$170,000.00	Reduced	\$50,000.00
2011	\$197,548.50	Reduced	\$185,000.00
2017	\$317,582.50	Reduced	\$312,582.50
2019-2020	\$8,930,000.00	Reduced	\$6,198,094.00
2025	\$125,000.00	Reduced	\$25,000.00
2026	\$38,000.00	Reduced	\$35,000.00
2027	\$919,387.00	Reduced	\$518,387.00
2029	\$20,000.00	Reduced	\$9,000.00
2030	\$112,000.00	Reduced	\$167.45
2032	\$120,000.00	Reduced	\$94,000.00
2033	\$69,003.99	Reduced	\$62,730.90
2034	\$3,562,000.00	Reduced	\$1,903,647.00
	\$17,118,021.99		\$11,568,322.85
2018	\$796,203.00	Rejected	\$0.00
2028	\$11,000.00	Rejected	\$0.00
2031	\$0.00	Rejected	\$0.00
	\$807,203.00		\$0.00
	\$28,075,429.28		\$21,718,527.14

March 31, 2010

Exhibit A