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FILED
U.S. DISTRICT COURT
2013 MAY -2 2:12
DISTRICT OF UTAH
BY: _____
DEPUTY CLERK

Attorneys for Court-Appointed Receiver R. Wayne Klein

**UNITED STATES DISTRICT COURT FOR THE DISTRICT OF UTAH
CENTRAL DIVISION**

SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

v.

NATIONAL NOTE OF UTAH, LC, a Utah
Limited Liability Company and WAYNE
LaMAR PALMER, and individual,

Defendants.

**ORDER APPROVING (1) PUBLIC
SALE OF PROPERTY FREE AND
CLEAR OF INTERESTS, (2)
METHOD AND FORM OF
PUBLICATION NOTICE, AND (3)
PUBLIC AUCTION PROCEDURES**

(EAST MEADOWS)

2:12-cv-00591 BSJ

The Honorable Bruce S. Jenkins

The matter before the Court is the *Receiver's Motion and Memorandum in Support Requesting Order Approving (1) Public Sale of Property Free and Clear of Interests, (2) Method and Form of Publication Notice, and (3) Public Auction Procedures (East Meadows)* (the "Motion") filed by R. Wayne Klein, the Court-Appointed Receiver (the "Receiver") in the above captioned case. The Court has reviewed the Motion and the *Declaration of R. Wayne Klein, Receiver*, together with all of the Exhibits attached thereto, all other papers filed related thereto,

and applicable law. Based thereon, and for good cause appearing,

IT IS HEREBY ORDERED that:

1. The Motion is **GRANTED**; and
2. The sale of the real property known as 126 North 500 East, Vernal, Utah, including 46 mobile homes owned by Land Utah, LC, one storage unit, and any additional mobile homes located on the Property that are later determined to belong to the Receivership (collectively, the "Property"), is **APPROVED** free and clear of all liens against such property, with valid liens to attach to sales proceeds. The Property is more particularly described as:

BEGINNING AT A POINT ON THE WEST SECTION LINE OF SECTION 24, TOWNSHIP 4 SOUTH, RANGE 21 EAST, SALT LAKE BASE AND MERIDIAN, SAID POINT IS NORTH 0°03'25" WEST 474 FEET FROM THE WEST QUARTER CORNER OF SAID SECTION; THENCE NORTH ALONG SAID SECTION LINE NORTH 0°3'25" WEST 186 FEET; THENCE NORTH 89°57'04" EAST 377.14 FEET PARALLEL TO THE EAST-WEST QUARTER SECTION LINE OF SAID SECTION; THENCE NORTH 0°03'25" WEST 487 FEET; THENCE SOUTH 89°57'04" WEST 377.15 FEET TO THE WEST SECTION LINE OF SAID SECTION; THENCE NORTH 0°03'25" WEST 66 FEET ALONG SAID WEST SECTION LINE; THENCE NORTH 89°57'04" EAST 402.57 FEET; THENCE NORTH 0°03'25" WEST 112.85 FEET TO THE NORTH LINE OF THE SOUTHWEST QUARTER OF THE NORTHWEST QUARTER OF SAID SECTION; THENCE NORTH 89°48'45" EAST 927.20 FEET ALONG SAID NORTH LINE OF THE SOUTHWEST QUARTER OF THE NORTHWEST QUARTER TO THE NORTHEAST CORNER OF SAID SOUTHWEST QUARTER OF THE NORTHWEST QUARTER; THENCE SOUTH 0°02'35" EAST 272.10 FEET ALONG THE EAST LINE OF THE SOUTHWEST QUARTER OF THE NORTHWEST QUARTER; THENCE SOUTH 89°57'04" WEST 75.90 FEET; THENCE SOUTH 0°03'25" EAST 582 FEET; THENCE SOUTH 89°57'04" WEST 1254 FEET TO THE POINT OF BEGINNING. TOGETHER WITH AN EASEMENT FOR THE CONSTRUCTION AND MAINTENANCE OF SEWAGE LINES DESCRIBED AS FOLLOWS; BEGINNING AT THE SOUTHEAST CORNER OF THE NORTHWEST QUARTER OF THE NORTHWEST QUARTER OF SECTION 24; TOWNSHIP 4 SOUTH, RANGE 21 EAST, SALT LAKE MERIDIAN; THENCE NORTH 500 FEET; THENCE WEST 40 FEET; THENCE SOUTH 500 FEET; THENCE EAST 40 FEET TO THE POINT OF BEGINNING.

3. The method and form of the publication notice as set forth in the Motion are **APPROVED**. The following notice of the sale for the Property shall be published in *The Salt*

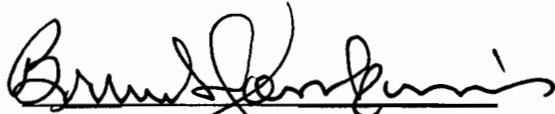
Lake Tribune, a newspaper published in Salt Lake City, Utah, and in *The Vernal Express*, a newspaper published in Vernal, Utah, once a week for a period of four weeks prior to the public sale:

R. Wayne Klein, Receiver for National Note of Utah, LC and its affiliated entities (the "Receiver") in the civil case styled as *Securities and Exchange Comm. v. National Note of Utah, LC et al.*, Civ. Case No. 2:12-cv-00591 (D. Utah) ("Civil Case"), gives notice of his intent to sell certain real property known as 126 North 500 East, Vernal, Utah, including 46 mobile homes, one storage unit, and any additional mobile homes located on the Property that are later determined to belong to the Receivership (collectively, the "Property"), through a public auction to the highest bidder payable in lawful money of the United States on the ___ day of _____, 2013 at the hour of ___ on the Property at the above stated address, or as may be continued from time to time by the Receiver (the "Auction"). The Property will be sold at the Auction free and clear of all interests, "as is" with no representations and warranties. The Receiver has accepted an initial bid of \$1,025,000 with a \$25,000 down payment to act as the opening "Stalking Horse Bid" at Auction. Only "Qualified Bidders" may participate in the Auction. To be a Qualified Bidder, you must comply with the "Auction Procedures" that have been approved in the Civil Case, which Auction Procedures may be obtained on the Receiver's website (<http://www.kleinutah.com/index.php/receiverships/national-note-of-utah-lc>) or upon request made to the Receiver's counsel at: Dorsey & Whitney LLP, attn: Michelle Montoya, 136 South Main Street, Suite 1000, Salt Lake City, Utah 84101; montoya.michelle@dorsey.com. The deadline for Qualified Bidders to submit bids, or the "Bid Deadline," is 5:00 p.m. (Mountain), _____, 2013.

4. The Auction Procedures attached to the Motion as Exhibit A are **APPROVED**.

DATED this 2nd day of May, 2013.

BY THE COURT:


Honorable Bruce S. Jenkins
U.S. District Court Judge