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Attorneys for Court-Appointed Receiver R. Wayne Klein

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

<p>SECURITIES AND EXCHANGE COMMISSION,</p> <p style="text-align: right;">Plaintiff,</p> <p style="text-align: center;">v.</p> <p>NATIONAL NOTE OF UTAH, LC, a Utah Limited Liability Company and WAYNE LaMAR PALMER, and individual,</p> <p style="text-align: right;">Defendants.</p>	<p>SUPPLEMENT TO RECEIVER’S MOTION SEEKING AUTHORIZATION TO SELL ALMOND HEIGHTS LOTS 7, 11, 12, 13, 17 & 26 FREE AND CLEAR OF PURPORTED INTERESTS SUBJECT TO HIGHER AND BETTER OFFERS AND MEMORANDUM IN SUPPORT</p> <p>2:12-cv-00591 BSJ</p> <p>The Honorable Bruce S. Jenkins</p>
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R. Wayne Klein, the Court-Appointed Receiver (the “Receiver”) of National Note of Utah, LC, its subsidiaries and affiliates, and the assets of Wayne LaMar Palmer, by and through his counsel of record, hereby submit this supplement (the “Supplement”) to the *Receiver’s Motion Seeking Authorization to Sell Almond Heights Lots 7, 11, 12, 13, 17 & 26 Free and Clear of Purported Interests Subject to Higher and Better Offers and Memorandum in Support* [Docket

No. 794] (the “Motion”).¹ This supplement is supported by the Supplemental Declaration of Receiver R. Wayne Klein (the “Supplemental Declaration”), which is being filed concurrently herewith.

At the time of filing the Motion, the Receiver had yet to receive Blake’s appraisals of Almond Heights Lots 7, 11, 12, 13, 17 & 26 (the “Blake Appraisals”). The Receiver has since received the Blake Appraisals and now seeks to supplement the Motion to include Blake’s valuation of Almond Heights Lots 7, 11, 12, 13, 17 & 26.² Copies of the relevant portions of the Blake Appraisals are attached to the Supplemental Declaration as Exhibits A-F.

Blake appraised Almond Heights Lots 7, 11, 12, 13, 17 & 26 as follows:³

Lot	Blake Appraised Value
7	\$38,000.00
11	\$37,500.00
12	\$38,000.00
13	\$36,000.00
17	\$30,000.00
26	\$37,000.00

An updated chart, including the values from the Morley Appraisal, the Williams Appraisal, the Blake Appraisals, the average appraised values, the proposed purchase prices, and

¹ All capitalized terms not defined herein have the meaning ascribed to them in the Motion.

² See Supplemental Declaration at ¶ 4.

³ *Id.* at Exhs. A-F (Blake Appraisals).

the percents of the average appraised values is included below:⁴

Lot	Morley Appraised Value	Williams Appraised Value	Blake Appraised Value	Average Appraised Value	Purchase Price	Percent of Average Appraised Value
7	\$40,000.00	\$35,000.00	\$38,000.00	\$37,666.67	\$32,000.00	84.96%
11	\$39,000.00	\$30,000.00	\$37,500.00	\$35,500.00	\$32,000.00	90.14%
12	\$40,000.00	\$30,000.00	\$38,000.00	\$36,000.00	\$32,000.00	88.89%
13	\$39,000.00	\$30,000.00	\$36,000.00	\$35,000.00	\$32,000.00	91.43%
17	\$32,000.00	\$28,000.00	\$30,000.00	\$30,000.00	\$25,000.00	83.33%
26	\$36,000.00	\$32,000.00	\$37,000.00	\$35,000.00	\$32,000.00	91.43%

DATED this 7th day of November, 2014.

DORSEY & WHITNEY LLP

/s/ Peggy Hunt

Peggy Hunt

Chris Martinez

Sarah Goldberg

Attorneys for Receiver

⁴ *Id.* at Exhs. A-F (Blake Appraisals).

CERTIFICATE OF SERVICE

IT IS HEREBY CERTIFIED that service of the above **SUPPLEMENT TO RECEIVER'S MOTION SEEKING AUTHORIZATION TO SELL ALMOND HEIGHTS LOTS 7, 11, 12, 13, 17 & 26 FREE AND CLEAR OF PURPORTED INTERESTS SUBJECT TO HIGHER AND BETTER OFFERS AND MEMORANDUM IN SUPPORT** was filed with the Court on this 7th day of November, 2014, and served via ECF on all parties who have requested notice in this case:

/s/ Sarah Goldberg

It is hereby certified that on the 7th day of November, 2014, the **SUPPLEMENT TO RECEIVER'S MOTION SEEKING AUTHORIZATION TO SELL ALMOND HEIGHTS LOTS 7, 11, 12, 13, 17 & 26 FREE AND CLEAR OF PURPORTED INTERESTS SUBJECT TO HIGHER AND BETTER OFFERS AND MEMORANDUM IN SUPPORT** was served on the following parties by U.S. Mail postage prepaid:

Wayne L. Palmer
8816 South 2240 West
West Jordan, UT 84088

Arthur L. Partridge
Washington County Assessor
87 North 200 East, Ste. 201
St. George, UT 84770

/s/ Sarah Goldberg

It is hereby certified that on the 7th day of November, 2014, the **SUPPLEMENT TO RECEIVER'S MOTION SEEKING AUTHORIZATION TO SELL ALMOND HEIGHTS LOTS 7, 11, 12, 13, 17 & 26 FREE AND CLEAR OF PURPORTED INTERESTS SUBJECT TO HIGHER AND BETTER OFFERS AND MEMORANDUM IN SUPPORT** was served on the following individuals via email:

bstensland@comcast.net
kim@bestresource.com
kolson@realtytrust.com

/s/ Sarah Goldberg