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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: center;">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: center;">Defendants.</p>	<p style="text-align: center;">RECEIVER’S NOTICE OF PUBLIC SALE RESULTS</p> <p style="text-align: center;">(COTTONWOOD ROAD PROPERTY)</p> <p style="text-align: center;">2:12-cv-00591 BSJ</p> <p style="text-align: center;">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 hereby files this *Notice of Public Sale Results (Cottonwood Road Property)*. In support hereof, the Receiver states as follows:

1. On July 23, 2013, the Receiver filed a *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 (Cottonwood Road Property) [Docket No. 382] (the “Auction Procedures Motion”) and the Receiver’s *Declaration* in support of the Auction Procedures Motion [Docket No. 383], seeking approval to sell by public auction approximately .96 acres of real property made up of five parcels of land located at: (a) 3711 E. Little Cottonwood Road, Sandy, Utah 84092 (“3711”); (b) 3725 E. Little Cottonwood Road, Sandy, Utah 84092 (“3725”); (c) 3731 E. Little Cottonwood Road, Sandy, Utah 84092 (“3731”); (d) 9767 Little Cottonwood Place, Sandy, Utah 84092 (“9767”); and (e) 9778 South Mountain Valley Way, Sandy, Utah 84092 (“9778” and together with 3711, 3725, 3731, and 9767, the “Real Property”).

2. On September 10, 2013, the Court entered an Order approving the Receiver’s proposed auction procedures and authorizing the Receiver to publish notice of the auction, but requiring the Receiver to file a motion seeking approval of the sale of the Real Property following the auction [Docket No. 433] (the “Auction Procedures Motion Order”).

3. On October 22, 2013, the Receiver filed a *Motion and Memorandum in Support Requesting Order Confirming Sale of Cottonwood Road Property to the Holder of the Winning Bid at Auction* [Docket No. 489] (the “Sale Motion”).

4. On October 28, 2013, the Court entered an *Order Approving Receiver’s Motion and Memorandum in Support Requesting Order Confirming Sale of Cottonwood Road Property to the Holder of the Winning Bid at Auction* [Docket No. 495] (the “Sale Order”), authorizing the sale of the Real Property to Karl Sun, the holder of the Winning Bid at Auction (each as defined in the Sale Motion. A legal description of the Real Property is set forth in the Sale Order and the

Notice of Auction (Cottonwood Road Property) filed by the Receiver [Docket No. 448] (the “Auction Notice”).

5. Pursuant to the Auction Procedures Motion Order, the Receiver provided notice of the auction, in the form of the Auction Notice, and conducted a sale of the Real Property pursuant to the Court approved “Auction Procedures” attached as Exhibit A to the Auction Notice. Capitalized terms used hereinafter have the meaning attributed to them in the Auction Procedures.

6. Three Qualified Bids were received by the Receiver prior to the expiration of the Bid Deadline. Thus, the Real Property was auctioned in accordance with the Auction Procedures and eventually sold to a company formed by the holder of the Stalking Horse Bid (AES Investments) for a gross sales price of \$291,000.00 – an \$80,000.00 increase from the Stalking Horse Bid.

7. The sale of the Real Property to AES Investments has now closed, and the following is a summary of the results of this sale:

Gross Sales Price	\$291,000.00
Property Taxes	\$ 7,858.65
County Non-Compliance Fee	\$ 1,408.28
Closing Costs	\$ 544.00
Sales Commissions	\$ 0.00
Estimated Utility Penalties	\$ 2,000.00 ¹
NET SALE PROCEEDS	\$279,189.07

¹ Depending on the actual amount assessed, the Receiver may receive a refund of a portion of these funds in which case they will be deposited in the reserve account.

8. The Receiver is holding the Net Sale Proceeds in a reserve account pending resolution of all disputes related to alleged interests in the Real Property identified in the Auction Procedures Motion. Holders of such disputed interests are being served with this Notice.

DATED this 15th day of November, 2013.

DORSEY & WHITNEY LLP

/s/ Peggy Hunt
Peggy Hunt
Chris Martinez
Jeffrey M. Armington

CERTIFICATE OF SERVICE

IT IS HEREBY CERTIFIED that service of the above **RECEIVER'S NOTICE OF PUBLIC SALE RESULTS (COTTONWOOD ROAD PROPERTY)** (the "Notice") was filed with the Court on this 15th day of November, 2013, and served via ECF on all parties who have requested notice in this case.

/s/ Jeffrey M. Armington

Furthermore, I certify that on the 15th day of November, 2013, the Notice was served on the following parties by U.S. Mail postage prepaid:

Adamson, Sadee Dawn or Jenny
1412 West River Ridge Drive
West Jordan, UT 84088

Burnett, J.W. (APS)
American Pension Services, Inc.
Custodian FBO for J.W. Burnett
4168 West 12600 South, Ste 300
Riverton, UT 84096

Burnett, J.W. or Yvonne
1895 West Guard Court
West Jordan, UT 84088

Chien, Monica
320 West Arroyo Street
Reno, NV 89509

Cole, Cliff & Ruth
945 East 75 North0
Bountiful, UT 84010

Dangerfield, Keith
Dangerfield Family Trust
8332 West Powell Avenue
Magna, UT 84044

Diaz, Gladys
1139 East 7625 South
Midvale, UT 84047

Dillard, Mackeal S. & Merilu
Mackeal S. & Merilu Dillard Family Trust dtd
228 LaPorte Road
Quincy, CA 95971

Dimick, Larry D.
9891 South Westley Park Circle
South Jordan, UT 84095

Dyke-LaBrie, Colleen Kay
836 West Greenhurst Road
Nampa, ID 83686

Fletcher, Joan
7 Navaho Road
East Hartford, CT 06118-2566

Frandsen, Lila
2091 West Coventry Cove, #115
Riverton, UT 84065

Gardner, Darrell J. & Judy H.
(Darrell J. & Judy H. Gardner Family Trust)
4229 South Mark Read Street
West Valley, UT 84119

Gillam, Pama Lee
4185 Borealis Drive
Sparks, NV 89436

Hahn, Robert D. or Phyllis S.
3330 Sunnyvale Avenue
Reno, NV 89509

Hall, Michael A.
2557 Rampart Terrace
Reno, NV 89509

Heaton, Sheldon J. or Jamie L.
6527 South Jefferson Street
Murray, UT 84107

Janiga, Mark
5327 190th Lane NE
Wyoming, MN 55092

Keenan Soutiere, Zachary
(Anne Keenan Custodian)
7546 North Outlook Lane
Prescott Valley, AZ 86314

LaBonty, Carrie L. or George John
8747 South 2240 West
West Jordan, UT 84088

American Pension Services, Inc.
Custodian FBO for Jane Lash
4168 West 12600 South, Ste 300
Riverton, UT 84096

Lash, Jane (APS)
2006 South Holly Stra
Tucson, AZ 85713

Lawrence, Raynor E. or Lois M.
9088 Julie Ann Way
West Jordan, UT 84088

American Pension Services, Inc.
Custodian FBO for Denise D. Lewis
4168 West 12600 South, Ste 300
Riverton, UT 84096

Lewis, Denise D. (APS)
10222 South 1040 West
South Jordan, UT 84095

Mahal Kita, Inc.
12919 South Zuni Drive
Riverton, UT 84065

American Pension Services, Inc.
Custodian FBO for George Matsuoka
4168 West 12600 South, Ste 300
Riverton, UT 84096

Nelson, Edda I. or Nicole
& Don James Urquhart & Omari Gill
281 Brayden Way
Draper, UT 84020

Packer, Murland R.
5947 South 3650 West
Roy, UT 84067

Palmer, Chad
7141 Cottage Point Drive
West Jordan, UT 84081-5704

American Pension Services, Inc.
Custodian FBO for Adrienne Perry
4168 West 12600 South, Ste 300
Riverton, UT 84096

Perry, Adrienne (APS)
2006 South Holly Stravenue
Tucson, AZ 85713

Entrust Administration Inc.
Custodian FBO for David J. Reyes
555-12th Street, #1250
Oakland, CA 94607

Reyes, David J. (Entrust)
6626 Brennan Avenue
West Hills, CA 91307

American Pension Services, Inc.
Custodian FBO for Douglas Schmidt
4168 West 12600 South, Ste 300
Riverton, UT 84096

Schmidt, Douglas (APS)
2896 West 7085 South
West Jordan, UT 84084

Slaughter, Wayne (Cheltenham, LLC)
1354 South Willow Wood Way
Eagle, ID 83616

Squires, Katherine & Michael W.
687 E. Winchester Street
Murray, UT 84107

American Pension Services, Inc.
Custodian FBO for Katherine Squires
4168 West 12600 South, Ste 300
Riverton, UT 84096
American Pension Services, Inc.
Custodian FBO for Michael W. Squires
4168 West 12600 South, Ste 300
Riverton, UT 84096

Stoddard, Larry B.
1042 E. Fort Union Blvd., Ste 501
Midvale, UT 84047

American Pension Services, Inc.
Custodian FBO for John Stoker
4168 West 12600 South, Ste 300
Riverton, UT 84096

First National Bank of Layton
c/o Matthew C Barneck
Richards Brandt Miller Nelson
PO Box 2465
299 S Main St 15th Floor
Salt Lake City, UT 84110

Stoker, John (APS)
1805 East Cranberry Way
Springville, UT 84663

Van Den Berghe, John & MaryAnne
13034 South Galloway Cove
Riverton, UT 84065

Wilkinson, Willard S. & Judith A.
165 Cottontail Lane
Carson City, NV 89706

Winkler, Anna
59 Belleau Wood Court
Pensacola, FL 32506

/s/ Jeffrey M. Armington

Furthermore, I certify that on the 15th day of November, 2013, the Notice was served on the following parties by e-mail:

Robert Grow
dckelly@stoel.com

Karl Sun
karl@heliosvc.com

Will Lambert
wglambert1984@gmail.com

Ivory Homes
kyleh@ivorydevelopment.com

Doug Back
doug@titleone.net

/s/ Jeffrey M. Armington _____