

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

In re: SOUTH EDGE, LLC, Debtor

Case No. 10-32968 (BAM)

CHAPTER 11
MONTHLY OPERATING REPORT [A]
(REAL ESTATE CASE)

SUMMARY OF FINANCIAL STATUS

MONTH ENDED: Jun-11

PETITION DATE: 12/9/2010

1. Debtor in possession (or trustee) hereby submits this Monthly Operating Report on the Accrual Basis of accounting (or if checked here the Office of the U.S. Trustee or the Court has approved the Cash Basis of Accounting for the Debtor). Dollars reported in \$1

	<u>End of Current Month</u>	<u>End of Prior Month</u>	<u>As of Petition Filing</u>
2. Asset and Liability Structure			
a. Current Assets	\$870,020	\$973,419	
b. Total Assets	\$511,902,234	\$514,833,730	\$514,648,287
c. Current Liabilities	\$440,263	\$317,941	
d. Total Liabilities	\$454,893,298	\$457,711,101	\$457,857,897
			<u>Cumulative</u>
3. Statement of Cash Receipts & Disbursements for Month	<u>Current Month</u>	<u>Prior Month</u>	<u>(Case to Date)</u>
a. Total Receipts	\$2,940,028	\$322	\$4,742,780
b. Total Disbursements	\$3,043,427	\$28,560	\$3,904,435
c. Excess (Deficiency) of Receipts Over Disbursements (a - b)	(\$103,400)	(\$28,238)	\$838,345
d. Cash Balance Beginning of Month	\$973,419	\$1,001,657	\$31,674
e. Cash Balance End of Month (c + d)	\$870,020	\$973,419	\$870,020
			<u>Cumulative</u>
4. Profit/(Loss) from the Statement of Operations	<u>Current Month</u>	<u>Prior Month</u>	<u>(Case to Date)</u>
	(\$124,411)	(\$75,484)	(\$392,198)
5. Account Receivables (Pre and Post Petition)	\$0	\$0	
6. Post-Petition Liabilities	\$440,263	\$317,941	
7. Past Due Post-Petition Account Payables (over 30 days)	\$92,768	\$55,240	

At the end of this reporting month:

	<u>Yes</u>	<u>No</u>
8. Have any payments been made on pre-petition debt, other than payments in the normal course to secured creditors or lessors? (if yes, attach listing including date of payment, amount of payment and name of payee) [4]		X
9. Have any payments been made to professionals? (if yes, attach listing including date of payment, amount of payment and name of payee)	X	
10. If the answer is yes to 8 or 9, were all such payments approved by the court?	X	
11. Have any payments been made to officers, insiders, shareholders, relatives? (if yes, attach listing including date of payment, amount and reason for payment, and name of payee)		X
12. Is the estate insured for replacement cost of assets and for general liability?	X	
13. Are a plan and disclosure statement on file?		X
14. Was there any post-petition borrowing during this reporting period? ^[2]		X
15. Check if paid: Post-petition taxes ^{[1],[2]} ; U.S. Trustee Quarterly Fees <u>X</u> ; Check if filing is current for: Post-petition tax reporting and tax returns: ^[3] ; (Attach explanation, if post-petition taxes or U.S. Trustee Quarterly Fees are not paid current or if post-petition tax reporting and tax return filings are not current.)		

I declare under penalty of perjury I have reviewed the above summary and attached financial statements, and after making reasonable inquiry believe these documents are correct.

Date: July 19, 2011

Cynthia A...
Responsible Individual

[A] The Trustee reserves the right to amend the Monthly Operating Reports (the "MORs") in all respects at any time as may be necessary and appropriate.
 [1] 3rd and 4th installments of property taxes were due 1/3/11 and 3/7/11 respectively.
 [2] Local Improvement District Bond ("LID Bonds") assessments were due 6/1/11 and paid 6/1/11. Proceeds from the MI Deposit were used to pay down the LID Bond Assessments.
 [3] The Trustee submitted an application to employ Piercy Bowler Taylor & Kern ("PBT&K") to prepare the 2010 tax return; notice of hearing of application to employ PBT&K is scheduled for 8/5/11. The Trustee has requested an extension for the 2010 tax filing.
 [4] Invoices for the Gap period for NV Energy of \$59.49 and Republic Services of \$37.02 were approved and paid on 6/28/11.

STATEMENT OF OPERATIONS

(Real Estate Case)

For the Month Ended 06/30/11

Current Month				Cumulative (Case to Date)	Next Month Forecast
Actual	Forecast	Variance			
			Revenues:		
\$0	N/A	N/A	1 Rent/Leases	\$0	N/A
\$0	N/A	N/A	2 Real Property Sales Gross	\$0	N/A
\$0	N/A	N/A	3 Interest	\$0	N/A
\$0	N/A	N/A	4 Other	\$322	N/A
			5		N/A
			6		N/A
\$0	N/A	N/A	7 Total Revenues	\$322	N/A
			Expenses:		
\$0	N/A	N/A	8 Cost of Property Sold	\$0	N/A
			8a Initial Cost & Improvement		
			8b less: Depreciation Taken		
\$0	N/A	N/A	9 Selling	\$0	N/A
\$0	N/A	N/A	10 Administrative	\$0	N/A
\$0	N/A	N/A	11 Interest	\$0	N/A
\$0	N/A	N/A	12 Compensation to Owner(s)/Officer(s)	\$0	N/A
\$0	N/A	N/A	13 Salaries	\$0	N/A
\$0	N/A	N/A	14 Commissions	\$0	N/A
\$0	N/A	N/A	15 Management Fees	\$0	N/A
			Rent/Lease:		
\$0	N/A	N/A	16 Personal Property	\$0	N/A
\$0	N/A	N/A	17 Real Property	\$0	N/A
\$0	N/A	N/A	18 Insurance	\$0	N/A
\$0	N/A	N/A	19 Depreciation	\$0	N/A
			Taxes:		
\$0	N/A	N/A	20 Employer Payroll Taxes	\$0	N/A
\$32,779	N/A	N/A	21 Real Property Taxes (penalties/interest) [1]	\$59,360	N/A
\$0	N/A	N/A	22 Other Taxes	\$0	N/A
\$0	N/A	N/A	23 Other Expenses:	\$0	N/A
\$0	N/A	N/A	24 Accounting & Legal	\$17,430	N/A
\$196	N/A	N/A	25 Licenses & Fees [2]	\$424	N/A
\$185	N/A	N/A	26 Bank Charges [2]	\$210	N/A
\$2,760	N/A	N/A	27 Construction and Maintenance	\$15,599	N/A
\$2,725	N/A	N/A	28 Selling, General & Administrative	\$37,858	N/A
\$4,025	N/A	N/A	29 Marketing and Advertising	\$19,450	
\$11,309	N/A	N/A	30 HOA Subsidies	\$52,594	
\$0	N/A	N/A	31 LID T-18 Bond Assessments	\$9,240	N/A
\$3,628	N/A	N/A	32 Surety Bond	\$9,163	
\$8,267	N/A	N/A	33 Amortization of Bond Issuance Costs	\$57,867	N/A
\$48,101	N/A	N/A	34 Other Bankruptcy Related Expenses	\$50,701	N/A
\$10,437	N/A	N/A	35 Amortization of Prepaid Insurance	\$62,623	N/A
\$124,411	N/A	N/A	36 Total Expenses	\$392,519	N/A
(\$124,411)	N/A	N/A	37 Subtotal	(\$392,198)	N/A
			Reorganization Items:		
	N/A	N/A	38 Professional Fees		N/A
	N/A	N/A	39 Provisions for Rejected Executory Contracts		N/A
	N/A	N/A	Interest Earned on Accumulated Cash from		N/A
			40 Resulting Chp 11 Case		
	N/A	N/A	41 Gain or (Loss) from Sale of Equipment		N/A
	N/A	N/A	42 U.S. Trustee Quarterly Fees		N/A
	N/A	N/A	43		N/A
\$0	N/A	N/A	44 Total Reorganization Items	\$0	N/A
(\$124,411)	N/A	N/A	45 Net Profit (Loss) Before Federal & State Taxes	(\$392,198)	N/A
	N/A	N/A	46 Federal & State Income Taxes		N/A
(\$124,411)	N/A	N/A	47 Net Profit (Loss)	(\$392,198)	N/A

[1] - Penalties/interest on property taxes includes penalties and interest assessed on the 3rd installment (due 1/3/11) and 4th installment (due 3/7/11).

[2] - Expenses associated with banking fees were reclassified from Licensing and Fees to Bank Charges.

BALANCE SHEET
(Real Estate Case)
For the Month Ended 06/30/11

Assets		<u>From Schedules</u>	<u>Book Value</u>
Current Assets			
1	Checking Accounts		\$870,020
2	Money Market Accounts		-
3	Accounts receivable (net)	A	\$0
4			
5			
6	Other:		
7			
8	Total Current Assets		\$870,020
Property and Equipment (Book Value)			
9	Real property	C	\$442,191,319
10	LID Development Cost ^[3]		\$207,471
11			
12			
13			
14			
15			
16			
17			
18			
19			
20	Total Property and Equipment		\$442,398,790
Other Assets			
21	Due from Affiliates		\$177,000
22	Loan Receivable ^[1]		\$8,230,367
23	MI Deposit ^[2]		\$22,097,592
24	Contribution Receivable		\$35,772,767
25	Prepaid Expenses		\$869,955
26	Capitalized LID Bond Financing Cost		\$1,485,744
27			
28			
29	Total Other Assets		\$68,633,425
30	Total Assets		\$511,902,234

NOTE:

* The value of all assets of South Edge, LLC (the "Debtor") were based on historical net book values from the Debtor's books and records, without any recognition or adjustment for potential impairments of value.

**

See Global Notes in the Schedules of Assets and Liabilities (the "Schedules") and the Statement of Financial Affairs (the "Statement" and, collectively with the Schedules, the "Schedules and Statement") for discussion of recoveries from or obligations of any Member or such Member's affiliates in connection with capital calls made by the Debtor, or the Trustee, on behalf of the Estate, for any reason under applicable documents, or in connection with any other funding obligations with respect to land takedowns and major infrastructure payments, as well as any potential payments from Local Improvement District No. T-18.

[1] Represents loans between member owners of the Debtor (or "Members") when certain Members covered the shortfall for capital calls on behalf of bankrupt or non-paying Members. The Debtor's books and records included a receivable ("Loan Receivable") from the bankrupt or non-paying Members and a corresponding payable ("Loan Payable") to the Members that covered the shortfall. The Loan Payable is included as a General Unsecured Claim in the Schedules and Statement.

[2] Accrued interest on the MI Deposit has not been reflected in reported book balances. Also see Global Notes in Schedules and Statement for discussion of Member MI Deposit extinguishment. Proceeds of \$2.9M from the MI Deposit was used to pay down the LID Assessment due 6/1/11.

[3] Costs associated with development of infrastructure required to release Local Improvement District T-18 Bond funds are capitalized. Includes \$170K of invoices received from Advantage Civil Design Group, LLP through the period ended 6/15/11.

Liabilities and Equity
(Real Estate Case)

Liabilities From Schedules

Post-Petition

Current Liabilities

31	Accounts payable (trade)	A	\$247,170
32	Interest/ Penalties on LID Bond Payable		\$0
33	Real and Personal Property Taxes (Penalties/Interest) [1]		\$59,360
34	Accrued Expenses		\$11,800
35	Loan Payable		\$121,933
36	Other		\$0
37			
38			
39			
40			
41			
42			
43			
44			
45	Total Current Liabilities		\$440,263
46	Long-Term Post-Petition Debt, Net of Current Portion		
47	Total Post-Petition Liabilities		\$440,263

Pre-Petition Liabilities (allowed amount)

48	Secured claims [2]	F	\$442,130,197
49	Priority unsecured claims [3]	F	\$25,621
50	General unsecured claims [4]	F	\$12,297,217
51	Total Pre-Petition Liabilities		\$454,453,035
52	Total Liabilities		\$454,893,298

Equity (Deficit)

53	Net Income (case-to-date)	(\$392,198)
54	Capital	\$204,763,841
55	Adjustment to Capital	(\$147,362,707)
56		
57		
58		
59		
60	Total Equity (Deficit)	\$57,008,936
61	Total Liabilities and Equity (Deficit)	\$511,902,235

NOTE:

[1] Penalties/interest on property taxes includes penalties and interest assessed on the 3rd installment (due 1/3/11) and 4th installment (due 3/7/11).

[2] A. Include the pre-petition LID Bond payable balance which includes interest and penalties as of 3/1/11 as reported in Schedule D of the Schedules and Statement. Interest and penalties accrued post-petition through 3/1/11 have been included in the pre-petition LID Bond Payable balance consistent with the Schedules and Statement. The LID Bond Payable balance was reduced by the LID Assessments paid on 4/8/2011 and 6/1/11. Proceeds from the MI Deposit were used to pay down a portion of the LID Bond Payable balance.

B. Include principal of \$327,855,500 and interest of \$39,303,482, which were provided by JP Morgan Chase N.A. ("JP Morgan"), as administrative agent. Also please see Global Notes of the Schedules and Statement for a discussion of the Trustee's planned investigation into the priority, validity, extent, perfection, and enforceability of the claims and liens of JP Morgan, as agent, and the lenders that were parties to the Credit Agreement. No interest has been accrued post-petition.

[3] Represent outstanding invoices received between the date of the involuntary chapter 11 bankruptcy petition (12/9/10) and the date the bankruptcy court entered an order for relief (2/3/11) (the "Gap Claims") as reported in Schedule E of the Schedules and Statement. Invoices for the Gap period for NV Energy of \$59.49 and Republic Services of \$37.02 were approved and paid on 6/28/11.

[4] Include Loan Payables of \$8.1M between Members when certain Members covered the shortfall for capital calls on behalf of bankrupt or non-paying Members. The Debtor's books and records included a receivable from the bankrupt or non-paying Members and a corresponding payable to the Members that covered the shortfall. The general unsecured claims amount has been increased by \$25,000 for a pre-petition invoice received subsequent to the petition date and after the preparation of the March 2011 MOR.

SCHEDULES TO THE BALANCE SHEET
(Real Estate Case)

Schedule A
Accounts Receivable and (Net) Payable

Receivables and Payables Agings	Accounts Receivable [Pre and Post Petition]	Accounts Payable [Post Petition]	Past Due Post Petition Accounts Payable
0 -30 Days		\$154,402	
31-60 Days		\$43,479	
61-90 Days		\$31,016	\$92,768
91+ Days		\$18,273	
Total accounts receivable/payable ^[1]	\$0	\$247,170	
Allowance for doubtful accounts			
Accounts receivable (net)	\$0		

Schedule B
Inventory/Cost of Goods Sold
Not Applicable to Real Estate Cases

Schedule C
Real Property

Description	Cost	Market Value
<u>Real Property</u>	<u>\$442,191,319</u>	<u>Unknown</u>
Total	<u>\$442,191,319</u>	<u>Unknown</u>

Schedule D
Other Depreciable Assets

Description	Cost	Market Value
Machinery & Equipment -		
Total	<u>\$0</u>	<u>Unknown</u>
Furniture & Fixtures -		
Total	<u>\$0</u>	<u>Unknown</u>
Office Equipment -		
Total	<u>\$0</u>	<u>Unknown</u>
Leasehold Improvements -		
Total	<u>\$0</u>	<u>Unknown</u>
Vehicles -		
Total	<u>\$0</u>	<u>Unknown</u>

[1] The post-petition payable aging excludes the aging of Gap Claims as they are reported in Schedule E of the Schedules and Statement.

Schedule E
Aging of Post-Petition Taxes
(As of End of the Current Reporting Period)

Taxes Payable	<u>0-30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91+ Days</u>	<u>Total</u>
Federal					
Income Tax Withholding					\$0
FICA - Employee					\$0
FICA - Employer					\$0
Unemployment (FUTA)					\$0
Income					\$0
Other (Attach List)					\$0
Total Federal Taxes	\$0	\$0	\$0	\$0	\$0
State and Local					
Income Tax Withholding					\$0
Unemployment (UT)					\$0
Disability Insurance (DI)					\$0
Empl. Training Tax (ETT)					\$0
Sales					\$0
Excise					\$0
Real property (including penalties/interest)				\$591,122	\$591,122
Personal property					\$0
Income					\$0
LID Installment (including penalties)					\$0
Total State & Local Taxes	\$0	\$0	\$0	\$591,122	\$591,122
Total Taxes	\$0	\$0	\$0	\$591,122	\$591,122

Schedule F
Pre-Petition Liabilities

<u>List Total Claims For Each Classification -</u>	<u>Claimed</u> <u>Amount</u>	<u>Allowed</u> <u>Amount (b)</u>
Secured claims (a)	\$442,130,197	N/A
Priority claims other than taxes (d)	\$25,621	N/A
Priority tax claims	\$0	N/A
General unsecured claims (c)	\$12,297,217	N/A

(a) Outstanding property taxes for the period of July 1, 2009 - June 30, 2010 were included in Secured claims. Refer to footnote [1] in the Liabilities and Equity schedule of the MOR (page 4). Refer to the Schedules and Statement for a listing of pre-petition claims.

(b) The Trustee will review all claims for allowability.

(c) Refer to footnote [4] in Liability and Equity schedule (page 4) for further detail.

(d) Refer to footnote [3] in Liability and Equity schedule (page 4) for further detail.

**Schedule G
Rental Income Information**

List the Rental Information Requested Below By Properties

	<u>Property 1</u>	<u>Property 2</u>	<u>Property 3</u>	<u>Property 4</u>
Description of Property				
Scheduled Gross Rents				
Less:				
Vacancy Factor				
Free Rent Incentives				
Other Adjustments				
<hr/>				
Total Deductions	\$0	\$0	\$0	\$0
Scheduled Net Rents	\$0	\$0	\$0	\$0
Less: Rents Receivable *				
Scheduled Net Rents Collected *	\$0	\$0	\$0	\$0

* To be completed by cash basis reporters only.

**Schedule H
Recapitulation of Funds Held at End of Month**

	<u>Account 1</u>	<u>Account 2</u>	<u>Account 3</u>	<u>Account 4</u>
Bank	US Bank			
Account Type	Checking			
Account No.	██████████355			
Account Purpose	General			
Bank Balance, End of Month	\$920,553			
Reconciling Items	\$50,534			
Book Balance, End of Month	\$870,020			
Total Funds on Hand for all Accounts	\$870,020			

Attach copies of the month end bank statement(s), reconciliation(s), and the check register(s) to the Monthly Operating Report.

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Increase/(Decrease) in Cash and Cash Equivalents
For the Month Ended 06/30/11

	Actual Current Month	Cumulative (Case to Date)
Cash Receipts		
1 LID T-18 Acquisition Payments	\$0	\$1,013,858
2 LID Bond Assessment Advance [1]	\$2,940,028	\$2,940,028
3 Capital Contributions	\$0	\$688,945
4 Other Receipts/ Reimbursements	\$0	\$99,949
5 _____		
6 _____		
7 _____		
8 _____		
9 _____		
10 _____		
11 _____		
12 Total Cash Receipts	\$2,940,028	\$4,742,780
Cash Disbursements		
13 Security and Maintenance	\$3,754	\$36,919
14 Surety Bond Payments	\$3,628	\$3,902
15 LID Improvement Start-up	\$37,574	\$37,574
16 LID/ Construction Management Fees	\$44,480	\$44,480
17 Accounting, Taxes, and Outside Legal	\$0	\$122,996
17 HOA Subsidies	\$0	\$22,561
18 Marketing and Advertising	\$0	\$13,335
19 General, Administrative and Operations	\$6,645	\$173,744
19 LID T-18 Bond Assessments [1]	\$2,940,028	\$2,940,028
20 Property Taxes	\$0	\$0
21 US Trustee Fees	\$0	\$2,600
22 Repayment of Delinquent LID Bond Assessment Advance	\$0	\$498,978
23 Estate Professional Fees	\$7,319	\$7,319
24 Agent Professional Fees	\$0	\$0
25 _____		
26 _____		
27 _____		
28 _____		
29 _____		
30 _____		
31 _____		
32 _____		
33 _____		
34 _____		
35 _____		
36 _____		
37 Total Cash Disbursements:	\$3,043,427	\$3,904,435
38 Net Increase (Decrease) in Cash	(\$103,400)	\$838,345
39 Cash Balance, Beginning of Period	\$973,419	\$28,974
40 Cash Balance Adjustment [2]	\$0	\$2,700
41 Adjusted Ledger Cash Balance, Beginning of Period	\$973,419	\$31,674
40 Cash Balance, End of Period	\$870,020	\$870,020

[1] Represents proceeds received from the MI Deposit which were used to pay LID T-18 Bond Assessments due 6/1/11.

[2] Adjustment was related to returned checks (\$2,700) from Eros Environmental, LLC which did not clear the bank and were voided.

**South Edge, LLC
Bank Reconciliation**

Bank Account Numbers:	
US Bank - General	Closed
US Bank - Draw Account	Closed
US Bank - Repurchase	Closed
US Bank - Ch. 11 Trustee	██████████ 3355

Statement Date **6/30/2011**

Bank Statement Beg Balance	\$ 973,419.15
Customer Deposits	-
Other Deposits	-
Other Withdrawals	(55.24)
Checks Paid	(52,810.68)
Bank Statement End Balance	<u>920,553.23</u>

Outstanding Checks	
Eros Environmental	1,800.00
Republic Services	75.27
Century Link	177.83
Nevada Division of Environmental Protection: Bureau of Water Pollution Control	200.00
NV Energy	172.90
Hub International Limited	3,628.00
Advantage Civil Design Group, LLP	44,479.63
Total Outstanding Checks	<u>50,533.63</u>

Ledger Balance **\$ 870,019.60**

[1] - US Bank General, Draw Account, and Repurchase accounts closed in February 2011.



P.O. Box 1800
 Saint Paul, Minnesota 55101-0800
 3969 TRC 18 Y ST01

Business Statement

Account Number: XXXXXXXXXX 3355
 Statement Period:
 Jun 1, 2011
 through
 Jun 30, 2011



Page 1 of 1

000015836 1 SP 106481145961800 P
 CYNTHIA NELSON, CHAPTER 11 TRUSTEE
 SOUTH EDGE LLC
 633 W 5TH ST STE 1600
 LOS ANGELES CA 90071-2030

To Contact U.S. Bank
Commercial Customer Service: 1-800-753-5801
Telecommunications Device for the Deaf: 1-800-685-5065
Internet: usbank.com

ANALYZED CHECKING

Member FDIC

U.S. Bank National Association

Account Number XXXXXXXXXX 3355

Account Summary

	# Items	\$	
Beginning Balance on Jun 1			973,419.15
Other Withdrawals	1		55.24-
Checks Paid	18		52,810.68-
Ending Balance on Jun 30, 2011		\$	920,553.23

Other Withdrawals

Date	Description of Transaction	Ref Number	Amount
Jun 14	Analysis Service Charge	1400000000	\$ 55.24-
Total Other Withdrawals			\$ 55.24-

Checks Presented Conventionally

Check	Date	Ref Number	Amount	Check	Date	Ref Number	Amount
1033	Jun 6	9192013946	156.74	1044	Jun 14	8896830101	3,536.50
1035*	Jun 6	9393206638	306.76	1045	Jun 23	8994272624	7,318.96
1037*	Jun 6	8891348118	55.67	1046	Jun 22	9397337306	760.00
1038	Jun 6	8891348117	25.00	1047	Jun 22	9397337307	1,100.00
1039	Jun 10	8894745924	19.51	1055*	Jun 22	9397552545	94.05
1040	Jun 8	9393719678	3,406.17	1056	Jun 29	9390266166	310.00
1041	Jun 8	9393719677	2,202.00	1058*	Jun 29	9390266167	43.00
1042	Jun 6	9192132741	3,600.00	1059	Jun 29	9196441092	1,800.00
1043	Jun 14	9395499938	24,917.32	1085*	Jun 29	9390266168	3,159.00

* Gap in check sequence

Conventional Checks Paid (18) \$ 52,810.68-

Balance Summary

Date	Ending Balance	Date	Ending Balance	Date	Ending Balance
Jun 6	969,274.98	Jun 14	935,138.24	Jun 23	925,865.23
Jun 8	963,666.81	Jun 22	933,184.19	Jun 29	920,553.23
Jun 10	963,647.30				

Balances only appear for days reflecting change.

549909840
06/22/2011
000009397337306

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

418998595752374
[122402298] 06/21/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1046
DATE 6/17/11

PAY TO THE ORDER OF TOP NOTCH SERVICES \$ 760.⁰⁰
SEVEN HUNDRED SIXTY AND NONE DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE # 11667

C.A. Nelson
AUTHORIZED SIGNATURE

#001046# ⑆121201694⑆ 3355#

00000488400Q
16954

⑆001046⑆ ⑆121201694⑆ 3355# ⑆0000076000⑆

549909840
06/22/2011
000009397337307

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

418998595752375
[122402298] 06/21/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1047
DATE 6/17/11

PAY TO THE ORDER OF TOP NOTCH SERVICES \$ 1,000.⁰⁰
ONE THOUSAND ONES HUNDRED AND NONE DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE # 11669

C.A. Nelson
AUTHORIZED SIGNATURE

#001047# ⑆121201694⑆ 3355#

00000488410Q
16956

⑆001047# ⑆121201694⑆ 3355# ⑆0000110000⑆

549909840
06/22/2011
000009397552545

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000000231559795
[122401778] 06/22/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1055
DATE 6/17/11

PAY TO THE ORDER OF VTN \$ 94.05
NINETY FOUR AND 05/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE # 11340

C.A. Nelson
AUTHORIZED SIGNATURE

#001055# ⑆121201694⑆ 3355#

00000488420Q
16958

⑆001055# ⑆121201694⑆ 3355# ⑆0000009405⑆

549909840
06/23/2011
000008994272624

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000004140330915
CJ221052781 06/22/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
833 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3682/1222 1045
DATE 6/10/11

PAY TO THE ORDER OF BMC GROUP, INC. \$ 7,518.⁷⁶
SEVEN THOUSAND FIVE HUNDRED EIGHTY EIGHT AND 76/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3255

FOR INVOICE NO. 272-110331

Cynthia Nelson
AUTHORIZED SIGNATURE

⑈001045⑈ ⑆121201694⑆ 3355⑈

00000449850Q
9200

⑈001045⑈ ⑆121201694⑆ 3355⑈ ⑈0000731896⑈

549909840
06/10/2011
000008894745924

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

02350169143
CJ224007241 06/09/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
833 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3682/1222 1039
DATE 6/3/11

PAY TO THE ORDER OF REPUBLIC SERVICES \$ 19.51
NINETEEN AND 51/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3666

FOR INVOICE NO. 620-002654353

Cynthia Nelson
AUTHORIZED SIGNATURE

⑈001039⑈ ⑆121201694⑆ 3355⑈

00000583240Q
15900

⑈001039⑈ ⑆121201694⑆ 3355⑈ ⑈0000001951⑈

549909840
06/06/2011
000009192013946

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

9200746914
0620000191 06/06/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
833 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3682/1222 1033
DATE 6/3/11

PAY TO THE ORDER OF CENTURYLINK \$ 156.74
ONE HUNDRED FIFTY SIX AND 74/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3255

FOR ACCT NO. 416138164

Cynthia Nelson
AUTHORIZED SIGNATURE

⑈001033⑈ ⑆121201694⑆ 3355⑈

00000914910Q
2190

⑈001033⑈ ⑆121201694⑆ 3355⑈ ⑈0000015674⑈

611945060

091300023 06/23/2011
008994272624

PAY TO THE ORDER OF
WELLS FARGO BANK, N.A.
FOR DEPOSIT ONLY
BMC GROUP INC
4123012122

Do not endorse or write below this line.

>122105278< 06/22/2011
0000041403309115

615617857

091300023 06/20/2011
008894745924

PAY TO THE ORDER OF
BANK OF AMERICA
CUSTOMER CONNECTION
FOR DEPOSIT ONLY
REPUBLIC SILVER
STATE DISPOSAL, INC
3751268321

Do not endorse or write below this line.

>122400724< 06/09/2011
0235501691143

BANK OF AMERICA
222966614 E
06/09/11

0332 52725

616119310

064000059 06/06/2011
009192013946

0011532 029 060811 337

>062000019< 06/06/2011
92007469114

Do not endorse or write below this line.

549909840
06/06/2011
000009393206638

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000006060590005
[02240178] 06/06/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3882/1222 1035
DATE 6/3/11

PAY TO THE ORDER OF CITY OF HENDERSON \$ 306.76
THREE HUNDRED SIX AND 70/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3556

FOR ACCT NO. 430288166 (FINAL BILL) Cynthia Nelson AUTHORIZED SIGNATURE

⑈001035⑈ ⑆121201694⑆ 3355⑈ ⑈000030676⑈

00000914920Q
2192

549909840
06/06/2011
000008891348118

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

00000280503260
[09100019] 06/06/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3882/1222 1037
DATE 6/3/11

PAY TO THE ORDER OF NV ENERGY \$ 55.67
FIFTY FIVE AND 67/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3556

FOR ACCT NO. 3000239518821614311 Cynthia Nelson AUTHORIZED SIGNATURE

⑈001037⑈ ⑆121201694⑆ 3355⑈ ⑈000005567⑈

00000914930Q
2194

549909840
06/06/2011
000008891348117

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

00000280503251
[09100019] 06/06/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3882/1222 1038
DATE 6/3/11

PAY TO THE ORDER OF NV ENERGY \$ 25.43
TWENTY FIVE AND 43/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3556

FOR ACCT NO. 3000239518821640829 Cynthia Nelson AUTHORIZED SIGNATURE

⑈001038⑈ ⑆121201694⑆ 3355⑈ ⑈000002500⑈

00000914940Q
2196

⑈001038⑈ ⑆121201694⑆ 15 3355⑈ ⑈000002500⑈

616119311

<p>>122401778< 06/06/2011 000106060590005</p>	<p>NEVP 4159563899 WFB</p>
---------------------------------------------------------	------------------------------------

122000166 06/07/2011
042000013 06/06/2011
6525450199
00933333206638

Do not endorse or write below this line.

616119312

<p>>091000019< 06/06/2011 000000280503360</p>	<p>NEVP 4159563899 WFB</p>
---------------------------------------------------------	------------------------------------

171300023 06/06/2011
008891348117

Do not endorse or write below this line.

616119313

<p>>091000019< 06/06/2011 000000280503251</p>	<p>NEVP 4159563899 WFB</p>
---------------------------------------------------------	------------------------------------

091300023 06/06/2011
008891348117

Do not endorse or write below this line.

549909840
06/06/2011
000009192132741

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000009192132741
06/06/2011

999999-30002
CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1042
DATE 6/3/11

PAY TO THE ORDER OF Jones Vargas \$ 3,600.00
Three thousand six hundred ⁰⁰/₁₀₀ none DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR May + June Rent

Cynthia Nelson
AUTHORIZED SIGNATURE

①

#001042# ①21201694① 3355#

00000914950Q
2198

#001042# ①21201694① 3355# '0000360000'

549909840
06/14/2011
000009395499938

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000009395499938
06/14/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1043
DATE 6/10/11

PAY TO THE ORDER OF THE SYLVANIC COMPANIES, INC. dba DRAKE ASPHALT \$ 24,917.39
TWENTY FOUR THOUSAND NINE HUNDRED SEVENTEEN AND ³⁹/₁₀₀ DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE NO. 2547

Cynthia Nelson
AUTHORIZED SIGNATURE

①

#001043# ①21201694① 3355#

00000708470Q
902

#001043# ①21201694① 3355# '0002491732'

549909840
06/14/2011
000008896830101

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000008896830101
06/13/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1044
DATE 6/10/11

PAY TO THE ORDER OF SELECT BUILD NEVADA \$ 3,536.50
THREE THOUSAND FIVE HUNDRED THIRTY SIX AND ⁵⁰/₁₀₀ DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE NO. 65281

Cynthia Nelson
AUTHORIZED SIGNATURE

①

#001044# ①21201694① 3355#

00000708480Q
904

#001044# ①21201694① 3355# '0000353650'

616119314

009192132741

FOR DEPOSIT ONLY
370121265
122016066

>122016066< 06/06/2011
6083000000061300

↓ Do not endorse or write below this line.

613693660

122000166 06/15/2011
6622613167
042000013 06/14/2011
009395499938

PAY TO THE ORDER OF
BANK WEST OF NEVADA
HENDERSON, NV 89002
12240178
FOR DEPOSIT ONLY
DRAVE ASPHALT
042000013

>12240178< 06/14/2011
000190216000038

190216000038 06/11 ERM >1224-0177R<

↓ Do not endorse or write below this line.

613693661

091300023 06/14/2011
008896830101

FOR DEPOSIT ONLY
WELLS FARGO BANK, N.A.
LOS ANGELES, CA 91711
ACCT: 881751192
BR: 0110012

>122105278< 06/13/2011
000007480323265

↓ Do not endorse or write below this line.

547707040
06/08/2011
000009393719678

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

417598595752594
[122402298] 06/07/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1040
DATE 6/5/11

PAY TO THE ORDER OF THE BARRICADE COMPANY \$ 3,406.17
THREE THOUSAND FOUR HUNDRED SIX AND 17/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE No. 1059

Cynthia Nelson
AUTHORIZED SIGNATURE

⑆001040⑆ ⑆121201694⑆ 3355⑆

00000515700Q
2348

⑆001040⑆ ⑆121201694⑆ 3355⑆ ⑆0000340617⑆

549909840
06/08/2011
000009393719677

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

417598595752593
[122402298] 06/07/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1800
LOS ANGELES, CA 90071

90-3582/1222 1041
DATE 6/5/11

PAY TO THE ORDER OF THE BARRICADE COMPANY \$ 2,200.00
TWO THOUSAND TWO HUNDRED TWO AND NO/100 DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR INVOICE No. 1064

Cynthia Nelson
AUTHORIZED SIGNATURE

⑆001041⑆ ⑆121201694⑆ 3355⑆

00000515710Q
2350

⑆001041⑆ ⑆121201694⑆ 3355⑆ ⑆0000220200⑆

549909840
06/29/2011
000009390266166

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

419897373000557
[122402298] 06/29/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1056
DATE 6/21/11

PAY TO THE ORDER OF Barricade Company \$ 310.00
Three hundred and ten dollars only DOLLARS

USbank
24-HOUR BANKING
1-800-873-3555

FOR Invoice 1085

Cynthia Nelson
AUTHORIZED SIGNATURE

⑆001056⑆ ⑆121201694⑆ 3355⑆

00000467280Q
12708

⑆001056⑆ ⑆121201694⑆ 3355⑆ ⑆0000031000⑆

616459073

122000166 06/08/2011
6328401605
042000013 06/08/2011
009393719678

PAY TO THE ORDER OF
SERVICE 1ST BANK OF NEVADA
FOR DEPOSIT ONLY
THE BARRICADE COMPANY L.P.
102007792

↓ Do not endorse or write below this line.

> 122402298< 06/07/2011
417598595752594

616459074

122000166 06/08/2011
6328401604
042000013 06/08/2011
009393719677

PAY TO THE ORDER OF
SERVICE 1ST BANK OF NEVADA
FOR DEPOSIT ONLY
THE BARRICADE COMPANY L.P.
102007792

↓ Do not endorse or write below this line.

> 122402298< 06/07/2011
417598595752593

601554935

122000166 06/30/2011
6329332649
042000013 06/29/2011
009390266166

PAY TO THE ORDER OF
SERVICE 1ST BANK OF NEVADA
FOR DEPOSIT ONLY
THE BARRICADE COMPANY L.P.
102007792

↓ Do not endorse or write below this line.

> 122402298< 06/29/2011
419897373000557

2100848095

06 2011

549909840
06/29/2011
000009390266167

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

419897373000558
[122402298] 06/29/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1058
DATE 6/29/11

PAY TO THE ORDER OF Barricade Company \$ 43.00
Forty three dollars only DOLLARS

USbank
24-HOUR BANKING
1-800-872-3888

FOR Invoice 1086 Cynthia Nelson
AUTHORIZED SIGNATURE

#001058# 121201694# 3355#

00000467290Q
12710

#001058# 4: 121201694: 3355# '0000004300'

549909840
06/29/2011
000009196441092

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

604800000025700
[122016066] 06/29/2011

999999-30002 6/29/11
CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1059
DATE 6/29/11

PAY TO THE ORDER OF Jane Vargas \$ 1,800.00
One thousand eight hundred dollars only DOLLARS

USbank
24-HOUR BANKING
1-800-872-3888

FOR July Rent INV # 72431 Cynthia Nelson
AUTHORIZED SIGNATURE

#001059# 121201694# 3355#

00000467300Q
12712

#001059# 4: 121201694: 3355# '0000180000'

549909840
06/29/2011
000009390266168

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

419897373000559
[122402298] 06/29/2011

CYNTHIA NELSON, CHAPTER 11 TRUSTEE
dba SOUTH EDGE LLC
633 W. 5TH STREET, SUITE 1600
LOS ANGELES, CA 90071

90-3582/1222 1085
DATE 6/29/11

PAY TO THE ORDER OF Barricade Company \$ 3,159.00
Three thousand one hundred and fifty nine dollars DOLLARS

USbank
24-HOUR BANKING
1-800-872-3888

FOR Invoice 1087 Cynthia Nelson
AUTHORIZED SIGNATURE

#001085# 121201694# 3355#

00000467310Q
12714

#001085# 4: 121201694: 3355# '0000315900'

Do not endorse or write below this line.

991992066600
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

601554938

PAY TO THE ORDER OF
SERVICE 1ST BANK OF NEV
FOR DEPOSIT ONLY
THE BARRICADE COMPANY, LLC
1020007792

2100040097
06/29/2011
<11224022950629/2011
991992066600
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

Do not endorse or write below this line.

260119666000
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

601554937

FOR DEPOSIT ONLY
370121265
122016066

2100040096
06/29/2011
<11224022950629/2011
991992066600
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

Do not endorse or write below this line.

991992066600
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

601554936

PAY TO THE ORDER OF
SERVICE 1ST BANK OF NEVADA
FOR DEPOSIT ONLY
THE BARRICADE COMPANY LLC
1020007792

2100040095
06/29/2011
<11224022950629/2011
991992066600
1102/62/90 1100000240
1592EE62E9
1102/0E/90 9911000022r

SUPPORT SCHEDULE

South Edge, LLC
Professional Payments Schedule

Payment Date	Payee (Professional)	Payment Invoice # and Detail (if applicable)	Payment Amount
6/10/2011	BMC Group, Inc.	March fees; Invoice #272_110331	\$ 7,318.96
Total Amount			\$ 7,318.96

South Edge, LLC
Check / Wire Register

SUPPORT SCHEDULE

Date	Name	Classification	Amount
6/1/2011	City of Henderson (LID Assessment Payment 6/1/11)	LID T-18 Bond Assessments	\$ 2,940,027.75
6/3/2011	CenturyLink	General, Administrative and Operations	156.74
6/3/2011	City of Henderson	General, Administrative and Operations	306.76
6/3/2011	NV Energy	General, Administrative and Operations	55.67
6/3/2011	NV Energy	General, Administrative and Operations	25.43
6/3/2011	Jones Vargas	General, Administrative and Operations	3,600.00
6/3/2011	The Barricade Company	LID Improvement Start-up	3,406.17
6/3/2011	The Barricade Company	LID Improvement Start-up	2,202.00
6/3/2011	Republic Services	General, Administrative and Operations	19.51
6/3/2011	Eros Environmental, LLC	Security and Maintenance	900.00
6/10/2011	The Sylvania Companies, Inc. dba Drake Asphalt & Concrete	LID Improvement Start-up	24,917.32
6/10/2011	SelectBuild Nevada, Inc.	LID Improvement Start-up	3,536.50
6/10/2011	BMC Group, Inc.	Estate Professional Fees	7,318.96
6/17/2011	Top Notch Services	Security and Maintenance	760.00
6/17/2011	Top Notch Services	Security and Maintenance	1,100.00
6/17/2011	VTN	Security and Maintenance	94.05
6/28/2011	Republic Services	General, Administrative and Operations	75.27
6/28/2011	CenturyLink	General, Administrative and Operations	177.83
6/28/2011	Nevada Division of Environmental Protection: Bureau of Water Pollution Control	General, Administrative and Operations	200.00
6/28/2011	NV Energy	General, Administrative and Operations	37.65
6/28/2011	NV Energy	General, Administrative and Operations	57.23
6/28/2011	NV Energy	General, Administrative and Operations	77.59
6/28/2011	The Barricade Company	LID Improvement Start-up	3,159.00
6/28/2011	The Barricade Company	LID Improvement Start-up	310.00
6/28/2011	The Barricade Company	LID Improvement Start-up	43.00
6/28/2011	Jones Vargas	General, Administrative and Operations	1,800.00
6/28/2011	Eros Environmental, LLC	Security and Maintenance	900.00
6/28/2011	Hub International Limited	Surety Bond Payments	3,628.00
6/28/2011	Advantage Civil Design Group, LLP	LID/ Construction Management Fees	44,479.63
6/14/2011	US Bank	General, Administrative and Operations	55.24
June Total			\$ 3,043,427.30

Summary by Classification

Security and Maintenance	\$ 3,754.05
Surety Bond Payments	3,628.00
LID Improvement Start-up	37,573.99
LID/ Construction Management Fees	44,479.63
General, Administrative and Operations	6,644.92
LID T-18 Bond Assessments	2,940,027.75
Estate Professional Fees	7,318.96
	\$ 3,043,427.30