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IN THE UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

IN RE:
ROSE MARIE ALLEGRO
xxx-xx-0912
P.O. Box 671133
Dallas, TX 75367

Debtor.

Case No.: 16-32028-11

Case No.: 16-32029-11

IN RE:

ANGEL INVESTMENTS GROUP, INC.
75-2648143
P.O. Box 671133
Dallas, TX 75367

Debtor.

JOINTLY ADMINISTERED UNDER:

Case No.: 16-32028-11

Chapter: 11

DISCLOSURE STATEMENT FOR
ROSE MARIE ALLEGRO'S PLAN OF REORGANIZATION
[DATED SEPTEMBER 7, 2016]

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ARTICLE I
INTRODUCTION

This Disclosure Statement ("**Disclosure Statement**") and the accompanying ballots ("**Ballots**") are being furnished by Rose Marie Allegro ("**Debtor**" or "**Rose**") to you, the holders of Claims against and Interests in the Debtor, pursuant to section 1125 of the United States Bankruptcy Code in connection with the solicitation of ballots for the acceptance of the Debtor's Plan of Reorganization ("**Plan**") under Chapter 11 ("**Chapter 11**") of Title 11 of the United States Code ("**Code**" or "**Bankruptcy Code**"). **Capitalized terms used in this Disclosure Statement and not defined herein shall have their respective meanings set forth in the Plan or, if not defined in the Plan, as defined in the Bankruptcy Code.**

On May 20, 2016, (the "**Petition Date**"), the Debtor filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Texas, Dallas Division ("**Court**" or "**Bankruptcy Court**").

On September 7, 2016, the Debtor filed the Plan. On September 7, 2016, Debtor also filed *Debtor's Ex Parte Application for an Order: (I) Conditionally Approving the Disclosure Statement; (II) Scheduling Combined Hearing on (A) Adequacy of Disclosure Statement, and (B) Confirmation of Plan; and (III) Setting Deadline to Object to Adequacy of the Disclosure Statement and Confirmation of Plan [11 U.S.C. §§ 105, 1125, 1126, and 1129, and Fed. R. Bankr. P. 2002, 3017, and 3018]* ("**Application**"). If you are receiving this Disclosure Statement, the Application was approved and the Debtor was authorized to solicit votes under the Plan. Final approval of the Disclosure Statement will be decided contemporaneously with a confirmation hearing on the Plan.

A. **Purpose of This Disclosure Statement.** The purpose of this Disclosure Statement is to enable those persons whose Claims against and Interests in the Debtor are Impaired and entitled to vote under the Plan to make an informed decision with respect to the Plan before exercising their rights to vote to accept or reject the Plan. *Holders of Claims and Interests should read this Disclosure Statement and the Plan in its entirety before voting on the Plan.* No solicitation of votes with respect to the Plan may be made except pursuant to this Disclosure Statement. No statement or information concerning the Debtor (particularly as to results of operations or financial condition, or with respect to distributions to be made under the Plan) or any of the respective assets, properties or businesses of the Debtor that is given for the purpose of soliciting acceptances or rejections of the Plan is authorized, other than as set forth in this Disclosure Statement. In the event of any inconsistencies between the provisions of the Plan and this Disclosure Statement, the provisions of the Plan shall control. A copy of the Plan is attached hereto as **Exhibit "1"** to this Disclosure Statement.

This Disclosure Statement was *conditionally approved* by the Bankruptcy Court as containing information, of a kind and in sufficient detail, to enable persons whose votes are being solicited to make an informed judgment with respect to acceptance or rejection of the Plan. **The Bankruptcy Court's conditional approval of this Disclosure Statement does not constitute either a guarantee of the accuracy or completeness of the information contained herein or an endorsement of any of the information contained in this Disclosure Statement or the Plan.**

B. **Summary of Entities Entitled to Vote and Votes Needed for Confirmation.** Pursuant to the provisions of the Bankruptcy Code, only holders of Allowed Claims or Interests in Classes of

Claims or Interests that are impaired are entitled to vote to accept or reject a proposed chapter 11 plan of reorganization. Classes of Claims or Interests in which the holders of Claims or Interests are unimpaired under a chapter 11 plan are deemed to have accepted the plan and are not entitled to vote to accept or reject the plan. Classes of Claims or Interests in which the holders of Claims or Interests that are impaired but are not entitled to receive or retain any property on account of such Claims or Interests are deemed to have rejected the plan and similarly are not entitled to vote to accept or reject the plan.

Only holders of allowed Claims in Classes 1A, 1B, 1C, 3 and 4 (including all subclasses thereof) (collectively, the "**Voting Classes**"), are entitled to vote on the Plan because such Classes are the only Classes that are "impaired," within the meaning of section 1124 of the Bankruptcy Code, and that will receive or retain property under the Plan. Classes 1D, 1E, 1F, 1G, 1H and 2 are unimpaired and therefore not entitled to vote on the Plan. Entities holding Administrative Claims and Priority Tax Claims are not classified and are not entitled to vote on the Plan. See ARTICLE V of the Plan for a description of the various Classes of Claims, and of the treatment of such Claims and Interests under the Plan. See ARTICLE IV of the Plan for an explanation of impairment and the entities that are entitled to vote on the Plan.

The Bankruptcy Court may confirm the Plan only if at least one Class of impaired Claims has voted to accept the Plan (without counting the votes of any insiders whose Claims are classified within that Class), and if certain statutory requirements are met as to both nonconsenting members within a consenting and as to dissenting Classes. A Class of Claims has accepted the Plan only when more than one-half in number and at least two-thirds in amount of the Allowed Claims actually voting in that Class vote in favor of the Plan. The Plan may be confirmed even if all of the Voting Classes do not accept the Plan and do not receive payments or property equal to the full amount of their respective Allowed Claims as of the Effective Date, so long as at least one Class of impaired Claims has voted to accept the Plan.

C. **Confirmation Hearing and Voting Procedures.** If you are entitled to vote to accept or reject the Plan, a Ballot is enclosed for the purpose of voting on the Plan. If you hold a Claim in more than one Class and you are entitled to vote Claims in more than one Class, you will receive separate Ballots that must be used for each separate Class of Claims. **Please vote and return your Ballot(s).**

After carefully reviewing this Disclosure Statement and all exhibits and schedules attached hereto, please indicate your acceptance or rejection of the Plan by voting in favor of or against the Plan on the enclosed Ballot.

BALLOTS SHOULD BE MARKED, SIGNED, DATED AND RETURNED SO THAT THEY ARE STAMPED AS HAVING BEEN RECEIVED BY NO LATER THAN 5:00 P.M., CENTRAL STANDARD TIME, ON [_____, 2016] (THE "VOTING DEADLINE") AT THE FOLLOWING ADDRESS, AS SET FORTH ON THE ENCLOSED RETURN ENVELOPE:

**ALLEGRO BALLOTS
C/O DEMARCO•MITCHELL, PLLC
1255 WEST 15TH STREET, 805
PLANO, TEXAS 75075**

IT IS OF UTMOST IMPORTANCE TO THE DEBTOR THAT YOU VOTE PROMPTLY TO ACCEPT THE PLAN BY COMPLETING AND SIGNING THE BALLOT ENCLOSED HEREWITH AND RETURNING IT TO COUNSEL FOR THE DEBTOR AT THE ADDRESS SET FORTH IN THE BALLOT INSTRUCTIONS THAT ACCOMPANY THE BALLOTS. SHOULD YOU HAVE ANY QUESTIONS REGARDING THE VOTING PROCEDURES, YOUR BALLOT, OR THE BALLOT INSTRUCTIONS, OR IF YOUR BALLOT IS DAMAGED OR LOST, CONTACT COUNSEL FOR THE DEBTOR AT THE ADDRESS LISTED ABOVE.

D. **Confirmation Hearing and Deadlines for Objections.** The Disclosure Statement Order fixes [_____, 2016, at __:___ .m. Central Daylight Time], in the Courtroom of the Honorable Stacy Jernigan, United States Bankruptcy Judge, United States Bankruptcy Court for the Northern District of Texas, Dallas Division, as the date, time, and place for the hearing on Confirmation of the Plan, and fixes [_____, 2016] as the date by which all objections to Confirmation of the Plan must be filed with the Bankruptcy Court and received by the counsel for the Debtor and certain other persons identified in the Disclosure Statement Order. The Debtor will request Confirmation of the Plan at the Confirmation Hearing.

E. **Important Notices and Cautionary Statements.** This Disclosure Statement has been compiled by the Debtor to accompany the Plan. The factual statements, projections, financial information, and other information contained in this Disclosure Statement have been taken from documents prepared by the Debtor, the unaudited Schedules and Statement of Financial Affairs, the Monthly Operating Reports, pleadings filed in the Bankruptcy Case, and information obtained in the Chapter 11 Case. Any information provided in the Disclosure Statement should not be relied upon unless such information has been independently verified. *Nothing contained in this Disclosure Statement shall have any preclusive effect against the Debtor (whether by waiver, admission, estoppel or otherwise) in any cause or proceeding which may exist or occur in the future.* This Disclosure Statement shall not be construed or deemed to constitute an acceptance of fact or an admission by the Debtor with regard to any of the statements made herein, and all rights and remedies of the Debtor is expressly reserved in this regard. This Disclosure Statement contains statements which constitute the Debtor's, or other third parties' view of certain facts. All such disclosures should be read as assertions of such parties. To the extent any paragraph does not contain an express reference that it constitutes an assertion of a particular party, it should be read as an assertion of the party indicated by the context and meaning of such paragraph. The statements contained in this Disclosure Statement are made as of the Petition Date unless another time is specified herein, and neither delivery of this Disclosure Statement nor any exercise of rights granted in connection with the Plan shall, under any circumstances, create an implication that there has been no change in the information set forth herein since the date of this Disclosure Statement.

Some of the information contained in this Disclosure Statement, by its nature, is forward looking, contains estimates and assumptions which may prove to be inaccurate, and contains projections which may prove to be wrong, or which may be materially different from actual future results. Each Claimant or Interest holder should independently verify and consult its individual attorney and accountant as to the effect of the Plan on such individual Claimant or Interest holder. The Debtor strongly urges each recipient entitled to vote on the Plan to review carefully the contents of this Disclosure Statement, the Plan, and the other documents that accompany or are referenced in this Disclosure Statement in their entirety before making a decision to accept or reject the Plan.

F. **Additional Information.** If you have any questions about the procedures for voting on the Plan, desire another copy of a Ballot, or seek further information about the timing and deadlines with respect to confirmation of the Plan, please contact DeMarco•Mitchell, PLLC (contact information is provided *infra*). Note that DeMarco•Mitchell, PLLC, cannot and will not provide holders of Claims or Interests with any advice, including advice regarding how to vote on the Plan, or the legal effect that confirmation of the Plan will have upon Claims against the Debtor and/or Interests in the Debtor. **Under no circumstances will an inquiry to DeMarco•Mitchell, PLLC, change the Voting Deadline.**

As provided in the Plan, material modifications to the Plan, exhibits to the Plan or documents related to the Plan may be made. Finally, all pleadings filed in the Case are on file with the Bankruptcy Court and are available for review during normal business hours. Written requests for a copy of any specific pleading or document may also be made to DeMarco•Mitchell, PLLC.

ARTICLE II

BACKGROUND INFORMATION

A. **Purpose of Chapter 11.** Chapter 11 is the principal business reorganization chapter of the Bankruptcy Code. Nonetheless, individuals may file for Chapter 11 as well in order to restructure their finances. Formulation of a plan of reorganization is the principal purpose of a Chapter 11 case. A plan is the vehicle for satisfying the holders of claims a debtor.

The commencement of a Chapter 11 case creates an “estate” comprised of all the legal and equitable interests of the debtor. Sections 1101, 1107, and 1108 of the Bankruptcy Code provide that a debtor may remain in possession of its property as a “debtor in possession” (“**DIP**”) unless a Chapter 11 trustee is appointed. Thus, the Debtor has been operating in the ordinary course of business and under the supervision of the Bankruptcy Court. Additionally, as of the Petition Date, all litigation and actions by creditors to collect claims arising on or before the Petition Date, were stayed absent a specific Bankruptcy Court order authorizing the Debtor to pay such claims.

B. **Summary Description of Debtor’s Condition.** The Debtor is currently a party to the Divorce Suit and is owed significant sums of money from her future former spouse, David Allegro. Debtor owns significant assets as her separate property, including Merrell (through her ownership of Angel, Tremont and her Homestead. The net equity in all of the foregoing assets combined is in excess of \$750,000. While the Debtor is currently, not employed, she anticipates receiving monthly support from David Allegro. Further, and perhaps more important, the obligations established under the Plan will be funded from the liquidation of one or more of her real property holdings.

C. **Events Leading to Bankruptcy.** The primary cause of this bankruptcy filing was the Divorce Suit and the collection efforts of DUC. DUC successfully obtained a final summary judgment against David Allegro in the Circuit Court of Pulaski County, Arkansas, Sixth Division styled as *Daniel Utility Construction, Inc., vs. David Allegro et al*, case number CV-2041-3873 for which a Notice of filing of Filing of Foreign Judgment was subsequently filed on July 20, 2015, in the County Court at Law No. 2, Dallas County, Texas, Cause No. CC-15-03663-B in the amount of in the amount of \$443,392.03 (437,972.64 plus attorneys fees of \$5,000 and costs of \$419.39).

The Debtor is not personally liable to DUC on the DUC Judgment, but all community property of the marital estate, including her sole managed community property, is subject to levy and execution by DUC. While DUC cannot levy or execute against the Debtor's separate property, the separate property status alleged by the Debtor was inconclusive.

D. **Significant Events Since the Petition Date.** The following is a description of the events which have occurred since the Petition Date.

1. **Schedules and Statements.** The Debtor filed a Motion with the Court for an extension of the deadline for filing the required Schedules and Statements on June 6, 2016 [Docket Entry No. 15]. The Court entered an Order Extending Deadline for Filing Schedules and Statements on June 8, 2016 [Docket Entry No. 16]. The Debtor's Schedules and Statements were timely filed with the Bankruptcy Court on July 1, 2016 [Docket Entry Nos. 23-25]. Schedules A/B and D were amended on August 31, 2016, to accurately reflect ownership of the Homestead and to eliminate any secured liability due and owing to the Internal Revenue Service.

2. **Employment of Professionals.** As of the filing of this Disclosure Statement the Debtor filed applications to employ the following professionals.

a. **Counsel for Debtor.** DeMarco•Mitchell, PLLC, was employed to represent the Debtor by order entered August 9, 2016 [Docket Entry No. 35].

b. **Special Counsel for the Divorce Suit.** Goranson Bain, PLLC,, was employed to represent the Debtor by order entered August 9, 2016 [Docket Entry No. 36].

c. **Special Counsel for Tax Matters.** Snyder & Snyder Attorneys, LLP, was employed to represent the Debtor by order entered August 9, 2016 [Docket Entry No. 37].

The Debtor has not found it necessary to engage and/or employ any additional professionals.

3. **Procedural Matters.** The Debtor found it necessary to file the following:

a. Debtor's Motion for Joint Administration filed on May 28, 2016 [Docket Entry No. 11]; and

b. Debtor's Motion for Order Authorizing Payment and Use of Distributions filed on May 28, 2016 [Docket Entry No. 12] ("**Distributions Motion**"); and

4. **Distributions Motion.** The Distributions Motion was not contested as the Debtor was able to gain the consent of DUC. Nonetheless, obtaining an order on the Distribution Motion was crucial to the progress of this Case. As most of the Debtor's liquid assets were tied up in the Angel bankruptcy case, it was imperative that she attain the right to use those monies as needed to the extent necessary to maintain her household.

5. **Angel Bankruptcy.** The Angel bankruptcy case was filed at the same time as this Case. Angel is a Texas corporation. The primary asset of Angel is Merrell. While there is significant equity in Merrell, Angel may also have fairly significant capital gains obligations the

Angel is not a party to this Plan. The Plan is not a joint plan. In fact, it is contemplated that the Angel bankruptcy case will be dismissed once a Confirmation Order on the Plan becomes Final.

6. Post-Petition Settlement. While the record is relatively void of any significant activity, there has been a great deal of action behind the scenes. As was indicated *supra* DUC played a pivotal role in causing this Case to be commenced. As such, settlement discussions with DUC commenced shortly after the Petition Date. Those discussions were fruitful and resulted in the settlement that is memorialized in the Plan.

The Plan resolves and settles any and all disputes by and between the Debtor, DUC and property of the Estate. The settlement is summarized as follows:

- a. DUC has agreed to not challenge or contest the Debtor's Separate Property designation (*infra*; see ARTICLE IV, Section D, of this Disclosure Statement);
- b. The Debtor will release DUC from any chapter 5 causes of action (estimated valued of \$40,000);
- c. DUC agrees to be enjoined from attempting to collect from the following property post-confirmation regardless of: (i) how the assets of the Allegro's marital estate may later be determined in the Divorce Suit; or (ii) whether the aggregate value of such personal property exceeds any exemption amounts established under the Texas Property Code:
 - i. Angel and/or its bankruptcy estate so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel;
 - ii. The equity interest (stock) presently held by the Debtor in Angel so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel;
 - iii. The Tremont Property.
 - iv. The 2013 Ford F150;
 - v. The 2014 Mercedes Benz GLK 350;
 - vi. The 2007 Toyota 4 Runner;
 - vii. any of the personal property located at the Homestead and the Lake House (with the exception of the stove, washer, dryer and 2 refrigerators located at the Lake House) as set out in Schedules A/B [Docket Entry No. 23].

viii. The Homestead;

ix. All Debtor's jewelry identified on Schedule A/B [Docket Entry No. 23] of the Debtor's bankruptcy schedules; and

d. DUC shall have an Allowed Claim of \$72,500, which sum will be reduced by \$5,000 is paid within 6 months after the Effective Date.

7. Plan and Disclosure Statement. On September 7, 2016, the Debtor filed the Plan and Disclosure Statement.

ARTICLE III CLAIMS AGAINST THE DEBTOR

A. Bar Date. The Court established September 21, 2016, as the claims bar date for all creditors.

B. Filed Proofs of Claim. As of the date of this Disclosure Statement there were two (2) proofs of claim filed against the Debtor asserting aggregate claims in the amount of \$506,280.83.

C. Debtor's Review of Proofs of Claims. The Debtor has reviewed her books and records and the Proofs of Claims filed. Based upon that review the Debtor posits as follows:

Claim	Claim Holder	Amount	Secured	Priority	Unsecured	Admin	Description
1	Cavalry SPV I, LLC	\$38,585.10 ¹	\$0.00	\$0.00	\$38,585.10	\$0.00	Rev. Acct.
2	IRS	\$68,411.40	\$0.00	\$50,302.80	\$18,108.60	\$0.00	Tax
3	Daniel Utility	\$437,869.43 ²	\$0.00	\$0.00	\$437,869.43	\$0.00	Judgment
TOTALS			\$0.00	\$50,302.80	\$494,563.13	\$0.00	

Notwithstanding anything set forth in this table and except as otherwise specifically provided for in the Plan, the Debtor [before the Effective Date] and the Reorganized Debtor [after the Effective Date] reserve any and all rights to object to or defend against any Claims asserted against the Debtor and/or the estate.

D. Scheduled Claims: No Proof of Claim Filed. Several creditors were listed in the Debtor's schedules, which creditors did not file a proof of claim. The Debtor estimates the aggregate sum of all such non-contingent, liquidated and undisputed unsecured Claims to be approximately \$15,900. It was not necessary for these creditors to file a proof of claim pursuant to Federal Rule of Bankruptcy Procedure 3003(c)(2) in order for such creditors to participate in the voting process or to share in any distributions under the Plan.

E. Additional Claim Objections. Except to the extent that a claim is already allowed pursuant to a final non appealable order and/or the validity and amount is acknowledged in the Plan, the Debtor reserves the right to object to claims. Therefore, even if your claim is allowed

¹ The Debtor disputes this Claim and is unaware of its basis.

² The Debtor is not personally liable to DUC. However, DUC may collect the DUC Judgment from all community property of the marital estate of the Debtor and David Allegro. Further, DUC has a lien upon the Lake House to the extent the Lake House was fraudulently conveyed (see *infra*).

for voting purposes, you may not be entitled to a distribution if an objection to your claim is later upheld.

ARTICLE IV
ASSETS OF THE DEBTOR

A. **Bankruptcy Schedules.** The following is a summary description of the Debtor's principal assets. The information has been compiled from the Debtor's financial records as reflected in the Debtor's Schedules and Statements.

1. **Deposits.** As of the Petition Date, the Debtor had an aggregate balance in its checking, savings and/or other financial accounts, certificates of deposit, security deposits and the like of approximately \$20,619.55.

2. **Real Property.** As of the Petition Date, the Debtor owned her Homestead (FMV = \$1,100,000 less secured debt of \$134,190) and Tremont (FMV = \$315,610 less secured debt of \$359,327)³.

3. **Angel.** The Debtor owns Angel as her separate property. Angel's primary asset is Merrell. Merrell is free and clear and is estimated to have fair market value of \$400,000. Also, as of the Petition Date, Angel had approximately \$30,000 in cash on hand. It is also estimated that Angel has some capital gains tax obligations, but this obligation remains unliquidated.

4. **Executory Contracts and Leases.** The Debtor (as landlord) is indirectly a party to three real property leases regarding Tremont.

B. **Avoidance Actions.** The Debtor has not yet completed their investigation with regard to prepetition transactions. If you received a payment or other transfer within 90 days of the bankruptcy, or other transfer avoidable under the Code, the Debtor may seek to avoid such transfer.

C. **Lake House Fraudulent Transfer.** The Lake House was transferred from the Debtor and David Allegro to the Allegro Management Trust⁴ on April 2, 2013, which conveyance may constitute a fraudulent transfer. The Debtor received no consideration from the "sale" of the Lake House to the Allegro Management Trust.

On May 7, 2013, David Allegro, as trustee of the Allegro Management Trust, borrowed approximately \$229,399.35 from AVT Lending, which obligation was secured by the Lake House.

Also after the conveyance of the Lake House to the Allegro Management Trust, DUC, recorded an abstract of judgment in the county where the Lake House is located. The abstract of judgment was recorded on November 16, 2015, which date precedes the Petition Date by more than ninety (90) days, and is outside of the preference period (11 U.S.C. § 547). As a result of the recording of the abstract of judgment, DUC has a proper lien against the beneficial or

³ The fair market value of Tremont was derived from the county tax rolls. Debtor believes the value to be in excess of \$600,000.

⁴ The Allegro Management Trust was believed to have been created by the Debtor's mother-in-law. Further, the Debtor believes David Allegro is both a trustee and beneficiary of the Allegro Management Trust.

equitable interest in the Lake House to the extent the conveyance referenced herein is a fraudulent transfer.

The Debtor is not personally liable to AVT Lending and is not in privity of contract with AVT Lending. The Debtor is not personally liable to DUC by virtue of the DUC Judgment. Nonetheless, both parties assert an interest in and right to payment from the Lake House. The Plan does not alter these rights.

The Debtor believes AVT Lending benefits from the protection of 11 U.S.C. § 550(b)(2). Further, the Debtor believes DUC has a properly perfected abstract of judgment against the beneficial or equitable interest in the Lake House to the extent the Lake House was actually fraudulently conveyed to the Allegro Management Trust. *Matter of Criswell*, 102F3d 1411, 1417 (5th Cir. 1997).

D. **Separate Property**. The Plan also addresses and resolves certain potential disputes concerning the various marital estates. The Debtor avers the following assets constitute her separate property:

- a. The Homestead;
- b. The Tremont Property;
- c. The Angel Stock;
- d. All jewelry identified on Schedule A/B of the Debtor's bankruptcy schedules; and
- e. The 2014 Mercedes Benz GLK 350 (collectively, the "**Separate Property**").

The Plan assumes the Separate Property is as such. However, to the extent there is any dispute concerning its characterization, ARTICLE VII of the Plan vests the Separate Property in the Reorganized Debtor as her **SEPARATE PROPERTY, FREE AND CLEAR OF ALL LIENS, CLAIMS, CLAIMS AND INTERESTS, EXCEPT AS EXPRESSLY PROVIDED IN THE PLAN.**

ARTICLE V PLAN SUMMARY

The following is brief summary of the Plan in a table format. The following summary of the Plan is qualified in its entirety by the actual terms of the Plan. **In the event of any conflict, the terms of the Plan will control over any summary set forth in this Disclosure Statement.**

The Debtor believes that confirmation of the Plan provides the best opportunity for maximum recoveries for their respective creditors. The Debtor further believes, and will demonstrate to the Court, that their creditors will receive at least as much, and likely more, in value under the Plan than they would receive in a liquidation under chapter 7 of the Bankruptcy Code.

References in this Disclosure Statement as to the amount of Claims are based on the information reflected in the Debtor's Schedules and Statements or in proofs of Claims filed with the Bankruptcy Court and are not intended to be admissions regarding the Allowed amount of Claims or waivers of Debtor's rights to assert any otherwise available defense, recoupment, setoff, or counterclaim. The Debtor has not completed an audit of the filed proofs of Claims and will consider objecting to the allowance of some Claims, if appropriate.

CLASS	DESCRIPTION	IMPAIRED	METHOD OF PAYMENT	ESTIMATED ALLOWED CLAIM	ESTIMATED DISTRIBUTION
N/A	Administrative Expenses (11 U.S.C. §§503(b)(1) and (3)-(9), 507(a)(2))		Unpaid portion of Allowed Claims paid in full in Cash on Effective Date unless otherwise agreed	\$0.00	\$0.00
N/A	Administrative Expenses (11 U.S.C. §§503(b)(2), 507(a)(2))		Unpaid portion of Allowed Claims paid in full in Cash on Effective Date unless otherwise agreed	Estimated to NOT exceed \$20,000.00 [Professional Fees]	Estimated to NOT exceed \$20,000.00 [Professional Fees]
N/A	Priority Tax Claims		Either: (1) Cash payment of Allowed Claim; or (2) Paid in full in 60 equal monthly payments with interest	\$50,302.80 ⁵	\$50,302.80
Class 1A	Secured <i>Ad Valorem</i> Tax Claims	YES	Paid in full and amortized over 5 years from the Petition Date at 12%	\$0.00	\$0.00
Class 1B	Secured Claim of Ocwen - Homestead	YES	Note and Deed of Trust Assumed. Arrearage cured over 5 years at the Secured Claim Interest Rate	\$3,121.37	\$3,121.37
Class 1C	Secured Claim of Ocwen - Tremont	YES	Paid over 300 consecutive monthly payments plus interest at the Secured Claim Interest Rate		
Class 1D	Secured Claim of AVT Lending – Lake House	NO	Retain all rights		
Class 1E	Secured Claim of DUC – Lake House	NO	Retain all rights		
Class 1F	Secured Claim – Mercedes Benz	NO	Retain all rights		
Class 1G	Secured Claims – Texans Credit Union	NO	Retain all rights		

⁵ This sum reflects the amount of the proof of claim. Debtor has not yet filed tax returns for the last 5 years. The Debtor is in the process of filing of those returns. Once filed, the Debtor expects to object to the claim of the IRS.

CLASS	DESCRIPTION	IMPAIRED	METHOD OF PAYMENT	ESTIMATED ALLOWED CLAIM	ESTIMATED DISTRIBUTION
Class 1H	Other Secured Claims	NO	Either: (1) unaltered contractual rights; (2) note cured and reinstated; or (3) surrender of collateral	\$0.00	\$0.00
Class 2	Priority Claims	NO	Paid in Cash on the Effective Date unless otherwise agreed	\$0.00	\$0.00
Class 3	General Unsecured Claims	YES	Paid in full within 18 months	Estimated @ \$106,508.60	Estimated @ \$106,508.60
Class 4	General Unsecured Claims – DUC	YES	Paid in full within 18 months	Estimated @ \$72,500.00	Estimated @ \$72,500.00

A. **Administrative Expense Claims of Professionals.** The Debtor estimates \$30,000.00 in administrative expense claims will be due under the Plan. This claim is attributable to the fees and expenses incurred by professionals retained by the Debtor pursuant to sections 327 and 330 of the Bankruptcy Code. The only such professional presently employed by the Debtor is the Debtor's general bankruptcy counsel. Counsel for the Debtor has agreed to accept payment of its Allowed fees within nine (9) months of the Effective Date.

ARTICLE VI
DEBTOR'S CURRENT AND HISTORICAL FINANCIAL DATA

The Debtor's three (3) most recent Monthly Operating Reports filed with the US Trustee and the Bankruptcy Court are attached hereto as **Exhibit "2"**. All other Monthly Operating Reports filed by the Debtor during this Case, if any, are on file with the Bankruptcy Court. The Debtor's current sources of Cash include income from operations and its current bank balances.

ARTICLE VII
DEBTOR'S PROJECTIONS

The Debtor has not developed projections in connection with the confirmation of the Plan. The feasibility of the Plan is premised upon the sale of Tremont, which sale would result in net proceeds sufficient to satisfy all Allowed Claims as set forth in the Plan.

Scope of the Financial Projections. The Financial Projections cover a period of six (6) years, commencing from an anticipated Effective Date in October, 2016, through and including September, 2022 ("**Projection Period**"). The Financial Projections are based on the assumption that the Plan will be confirmed by the Court, and that the Effective Date will occur in October, 2016. As demonstrated by the Financial Projections, the Reorganized Debtor will have sufficient cash flow to make all required payments under the Plan.

1. Significant Assumptions. The Debtor assumes an anticipated sales price of Tremont of approximately \$600,000 and a resolution of any tax claims based upon actual tax returns which returns should be filed by year end at the latest.

RISK FACTORS

CONSIDER CAREFULLY THE FACTORS SET FORTH BELOW AS WELL AS THE OTHER INFORMATION SET FORTH IN THIS DISCLOSURE STATEMENT PRIOR TO VOTING TO ACCEPT OR REJECT THE PLAN. THESE RISK FACTORS SHOULD NOT, HOWEVER, BE REGARDED AS CONSTITUTING THE ONLY RISKS INVOLVED IN CONNECTION WITH THE PLAN AND ITS IMPLEMENTATION.

B. Tremont. As stated supra, the Plan is predicated on the sale of Tremont. It is possible the sale of Tremont will not generate sufficient funds to pay all creditors in full. In the event of such an event, the Debtor will proceed with the liquidation of the assets in Angel. While such an event might take more time than anticipated in the Plan, the Debtor still believes this can be accomplished with the next 18 months. Nonetheless, that remains the opinion and belief of the Debtor.

1. Operational Risks. The economy remains tumultuous and uncertain. The Debtor has little control over these economic factors and conditions.

2. Government. The tax obligations remain uncertain. While not anticipated, it is possible the tax claims are larger than the IRS proof of claim that is currently on file. In such an event it will become incumbent upon the Debtor to liquidate the assets of Angel. . While such an event might take more time than anticipated in the Plan, the Debtor still believes this can be accomplished with the next 18 months. Nonetheless, that remains the opinion and belief of the Debtor.

C. Bankruptcy Considerations.

1. Non-Confirmation of the Plan. While the Debtor believes the Plan satisfies all of the requirements necessary for confirmation by the Court, there can be no assurance that the Court will reach the same conclusion. Moreover, there can be no assurance that modifications of the Plan will not be required for confirmation or that such modifications would not necessitate the resolicitation of votes to accept the Plan, as modified.

2. Non-Occurrence of the Effective Date. Although the Debtor believes the Effective Date will occur during October, 2016, there can be no assurance as to the timing or that conditions to the Effective Date contained in the Plan will occur.

ARTICLE VIII

CONFIRMATION REQUIREMENTS AND PROCEDURES

A. Requirements for Confirmation. At the Confirmation Hearing, the Court will determine whether the provisions of section 1129 of the Code have been satisfied. Section 1129 of the Bankruptcy Code, as applicable here, provides as follows:

The Plan must comply with the applicable provisions of the Code, including section 1123 which specifies the mandatory contents of a plan and section 1122 which requires that Claims and Interests be placed in Classes with “substantially similar” Claims and Interests (section

1129(a)(1)). To summarize, the proponents of the Plan must comply with the applicable provisions of the Code (section 1129(a)(2)); the Plan must have been proposed in good faith and not by any means forbidden by law (section 1129(a)(3)); any payment made or to be made by the Debtor, by the Debtor, or by a person issuing securities or acquiring property under the Plan, for services or for costs and expenses in or in connection with the Case, or in connection with the Plan and incident to the Case, must be disclosed to the Court and approved or be subject to the approval of the Court as reasonable (section 1129(a)(4)); the Debtor must disclose the identity and affiliations of any individual proposed to serve, after Confirmation of the Plan, as a director, officer, or voting trustee of the reorganized debtor, of an affiliate of the Debtor participating in a plan with the Debtor, or of a successor to the Debtor under the Plan; and the Debtor must also disclose the identity of any insider that will be employed or retained by the reorganized debtor and the nature of any compensation for such insider (section 1129(a)(5)).

The Plan must further meet the “best interest of creditors” test which requires that each holder of a Claim or Interest of a Class of Claims or Interests that is impaired under the Plan either accept the Plan or receive or retain under the Plan on account of such Claim or Interest property of a value as of the Effective Date of the Plan, that is not less than the amount that such holder would receive or retain if the Debtor was liquidated on such date under Chapter 7 of the Code. If the holders of a Class of Secured Claims make an election under section 1111(b) of the Code, each holder of a Claim in such electing Class must receive or retain under the Plan on account of its Claim property of a value, as of the Effective Date of the Plan, that is not less than the value of its interest in the Debtor’s interest in the property that secures its Claim (section 1129(a)(7)). To calculate what non-accepting holders would receive if the Debtor was liquidated under Chapter 7, the Court must determine the dollar amount that would be generated upon disposition of the Debtor’s assets and reduce such amount by the costs of liquidation.

Finally, each Class of Claims or Interests must either accept the Plan or not be impaired under the Plan (section 1129(a)(8)); except to the extent that the holder of a particular Claim has agreed to a different treatment of such Claim, the Plan must provide that holders of Administrative Claims and Priority Claims (other than tax claims) will be paid in full in cash on the Effective Date of the Plan, and that holders of priority tax Claims will receive on account of such Claims deferred cash payments, over a period not exceeding five (5) years after the date of assessment of such tax, of a value, as of the Effective Date of the Plan, equal to the Allowed amount of such Claim (section 1129(a)(9)); at least one impaired Class must accept the Plan, determined without including the acceptance of the Plan by any insider holding a Claim of such Class (section 1129(a)(10)); the Plan must be “feasible” -- it cannot be likely that confirmation of the Plan will be followed by the liquidation, or the need for further financial reorganization, of the Debtor or any successor to the Debtor under the Plan, unless such liquidation is proposed in the Plan (section 1129(a)(11)); all fees required to be paid under the Code have been paid or the Plan provides for such payment on its Effective Date (section 1129(a)(12)); and the Plan provides for the continuation after the Effective Date of the payment of all retiree benefits at the level established prior to Confirmation, pursuant to the provisions of §1114 of the Code (section 1129(a)(13)).

B. Who May Vote or Object. Any party in interest may object to the confirmation of the Plan if the party believes that the requirements for confirmation are not met. Many parties in interest, however, are not entitled to vote to accept or reject the Plan. A creditor or equity

interest holder has a right to vote for or against the Plan only if that creditor or equity interest holder has a claim or equity interest that is both (1) allowed or allowed for voting purposes and (2) impaired. The Debtor, in Article IV of the Plan, set forth which Claims are impaired and which Claims are not impaired.

1. What Is an Allowed Claim or an Allowed Equity Interest? Only a creditor or equity interest holder with an allowed claim or an allowed equity interest has the right to vote on the Plan. Generally, a claim or equity interest is allowed if either: (A) the Debtor has scheduled the claim on the Debtor's schedules, unless the claim has been scheduled as disputed, contingent, or unliquidated, or (B) the creditor has filed a proof of claim or equity interest, and no objection has been filed to such proof of claim or equity interest. When a claim or equity interest is not allowed, the creditor or equity interest holder holding the claim or equity interest cannot vote unless the Court, after notice and hearing, either overrules the objection or allows the claim or equity interest for voting purposes pursuant to Rule 3018(a) of the Federal Rules of Bankruptcy Procedure.

2. What Is an Impaired Claim or Impaired Equity Interest? As noted above, the holder of an allowed claim or equity interest has the right to vote only if it is in a class that is impaired under the Plan. As provided in § 1124 of the Code, a class is considered impaired if the Plan alters the legal, equitable, or contractual rights of the members of that class.

3. Who is Not Entitled to Vote? The holders of the following five types of claims and equity interests are not entitled to vote:

- a. holders of Claims and Equity Interests that have been disallowed by an order of the Court;
- b. holders of other Claims or equity interests that are not "allowed claims" or "allowed equity interests" (as discussed above), unless they have been "allowed" for voting purposes.
- c. holders of claims or equity interests in unimpaired classes;
- d. holders of Claims entitled to priority pursuant to §507(a)(2), (a)(3), and (a)(8) of the Code; and
- e. holders of claims or equity interests in classes that do not receive or retain any value under the Plan; and
- f. holders of administrative expense Claims.

Even If You Are Not Entitled to Vote on the Plan, You Have a Right to Object to the Confirmation of the Plan and to the Adequacy of the Disclosure Statement.

4. Who Can Vote in More Than One Class? A creditor whose claim has been allowed in part as a secured claim and in part as an unsecured claim, or who otherwise hold claims in multiple classes, is entitled to accept or reject a Plan in each capacity, and should cast one ballot for each claim.

C. **Votes Necessary to Confirm the Plan.** If impaired classes exist, the Court cannot confirm the Plan unless (1) at least one impaired class of creditors has accepted the Plan without counting the votes of any insiders within that class, and (2) all impaired classes have voted to accept the Plan, unless the Plan is eligible to be confirmed by “cram down” on non-accepting classes, as discussed *infra*.

1. **Votes Necessary for a Class to Accept the Plan.** A class of claims accepts the Plan if both of the following occur: (1) the holders of more than one-half (½) of the allowed claims in the class, who vote, cast their votes to accept the Plan, and (2) the holders of at least two-thirds (2/3) in dollar amount of the allowed claims in the class, who vote, cast their votes to accept the Plan.

A class of equity interests accepts the Plan if the holders of at least two-thirds (2/3) in amount of the allowed equity interests in the class, who vote, cast their votes to accept the Plan.

2. **Treatment of Nonaccepting Classes.** Even if one or more impaired classes reject the Plan, the Court may nonetheless confirm the Plan if the nonaccepting classes are treated in the manner prescribed by §1129(b) of the Code. A plan that binds nonaccepting classes is commonly referred to as a “cram down” plan. The Code allows the Plan to bind nonaccepting classes of claims or equity interests if it meets all the requirements for consensual confirmation except the voting requirements of §1129(a)(8) of the Code, does not “discriminate unfairly,” and is “fair and equitable” toward each impaired class that has not voted to accept the Plan.

D. **Ballots and Voting.** Holders of Allowed Claims entitled to vote on the Plan have been sent a Ballot, together with instructions for voting, with this Disclosure Statement. Claimants should read the Ballot carefully and follow the instructions contained therein. In voting for or against the Plan, please use only the Ballot(s) that accompanies this Disclosure Statement.

IF YOU ARE A MEMBER OF A CLASS ENTITLED TO VOTE ON THE PLAN AND DID NOT RECEIVE A BALLOT, OR IF YOUR BALLOT IS DAMAGED OR LOST, OR IF YOU HAVE ANY QUESTIONS CONCERNING VOTING PROCEDURES, YOU SHOULD CONTACT COUNSEL FOR THE DEBTOR:

ROBERT T. DeMARCO
DEMARCO-MITCHELL, PLLC
1255 WEST 15TH STREET, 805
PLANO, TEXAS 75075

THE VOTING DEADLINE IS 5:00 P.M., CENTRAL STANDARD TIME, ON _____, 2016 IN ORDER TO BE COUNTED, BALLOTS MUST BE ACTUALLY RECEIVED BY COUNSEL FOR THE DEBTOR ON OR BEFORE 5:00 P.M., CENTRAL STANDARD TIME, ON THE VOTING DEADLINE AT THE ADDRESS SET FORTH IN THE BALLOT INSTRUCTIONS WHICH ACCOMPANY THE ENCLOSED BALLOT. EXCEPT TO THE EXTENT ALLOWED BY THE BANKRUPTCY COURT, BALLOTS RECEIVED AFTER THE VOTING DEADLINE MAY NOT BE ACCEPTED OR USED IN CONNECTION WITH THE DEBTOR’S REQUEST FOR CONFIRMATION OF THE PLAN OR ANY MODIFICATION THEREOF.

E. **Incomplete or Irregular Ballots.** Ballots which fail to designate the Class to which they apply shall be counted in the appropriate Class as determined by the Debtor, subject only to contrary determinations by the Bankruptcy Court. Ballots of claimants that are signed and

returned, but do not indicate a vote either for acceptance or rejection of the Plan, shall be counted as ballots for the acceptance of the Plan if permitted by the Bankruptcy Court.

F. **Contested and Unliquidated Claims.** Contested Claims are not entitled to vote to accept or reject the Plan. If you are the holder of a Contested Claim, you may ask the Bankruptcy Court pursuant to Bankruptcy Rule 3018 to have your Claim temporarily Allowed for the purpose of voting.

G. **Possible Reclassification of Creditors and Interest Holders.** The Debtor is required pursuant to § 1122 of the Bankruptcy Code to place Claims and Interests into Classes that contain substantially similar Claims or Interests. While the Debtor believes it has classified all Claims and Interests in compliance with § 1122, it is possible that a Claimant or Interest holder may challenge the classification of its Claim or Interest. If the Debtor is required to reclassify any Claims or Interests of any Claimants or Interest holders under the Plan, the Debtor, to the extent permitted by the Bankruptcy Court, intend to continue to use the acceptances received from such Claimants or Interest holders pursuant to the solicitation of acceptances using this Disclosure Statement for the purpose of obtaining the approval of the Class or Classes of which such Claimants or Interest holders are ultimately deemed to be a member. Any reclassification of Claimants or Interest holders should affect the Class in which such Claimants or Interest holders were initially a member, or any other Class under the Plan, by changing the composition of such Class and the required vote thereof for approval of the Plan.

ARTICLE IX FEASIBILITY

A. **Feasibility.** The Court must find that confirmation of the Plan is not likely to be followed by the liquidation, or the need for further financial reorganization, of the Debtor or any successor to the Debtor, unless such liquidation or reorganization is proposed in the Plan.

1. **Ability to Fund Plan.** The Debtor believes that she will be able to satisfy all claims, except as otherwise provided in the Plan, in full within 18 months from the Effective Date. The equity in Tremont is anticipated to be in excess of all Priority Tax and Allowed unsecured claims in the aggregate.

ARTICLE X BEST INTEREST TEST / LIQUIDATION ANALYSIS

With respect to each Impaired Class of Claims, confirmation of the Plan requires that each holder of an Allowed Claim either: (A) accept the Plan; or (B) receive or retain under the Plan property of a value, as of the Effective Date, that is not less than the value such holder would receive or retain if the Debtor was liquidated under chapter 7 of the Bankruptcy Code. To determine what holders of Allowed Claims in each Impaired Class would receive if the Debtor was liquidated under chapter, the Court must determine the dollar amount that would be generated from the liquidation of the Debtor's assets in the context of a chapter 7 liquidation case – a liquidation analysis. The cash amount that would be available for the satisfaction of Allowed Claims would consist of the proceeds resulting from the disposition of the unencumbered non-exempt assets of the Debtor less the costs and expenses of liquidation and additional administrative claims resulting from the chapter 7 process.

The Debtor's costs of liquidation under chapter 7 would include the fees payable to a chapter 7 bankruptcy trustee, as well as those fees that might be payable to attorneys and other professionals engaged by the chapter 7 trustee. In addition, Claims would arise by reason of the breach or rejection of obligations incurred and leases and executor contracts assumed or entered into by the Debtor during the pendency of the bankruptcy case. To determine if the Plan is in the best interests of each Impaired Class, the value of the distributions from the proceeds of a liquidation under chapter 7 of the Debtor's unencumbered and non-exempt assets after subtracting the costs associated with such a liquidation are then compared with the value of the property offered to such Classes of Claims under the Plan.

After considering the effects that a chapter 7 liquidation would have on the ultimate proceeds available for distribution to holders of Allowed Claims, including: (A) the increased costs and expenses of a chapter 7 liquidation; and (B) the likely erosion in value of the Debtor's unencumbered assets in the context of an expeditious liquidation and "forced sale" atmosphere that would prevail under chapter 7, the Debtor has determined that confirmation of the Plan will provide each holder of an Allowed Claim with a recovery that is not less than such holder would receive pursuant to a chapter 7 liquidation.

The Debtor is not providing a liquidation analysis *per se*. The Plan provides for the liquidation of Tremont in order to effectuate a restructuring of all of the Debtor's obligations. The Debtor believes Tremont can be sold for more than \$600,000. Exclusive of the IRS claim, the Debtor will be required to pay approximately \$130,000 to all other Allowed Claim Holders plus administrative claims. Assuming the IRS Claim is Allowed as filed, the Debtor will be required to fund at least \$68,411.40 to comply with the terms of the Plan.

Ocwen has a valid claim against Tremont in the amount of \$359,327.35. Assuming a sales price of \$600,000 and costs of sale of 7%, there will be available to all creditors the sum of \$198,672.50. This sum is more than adequate to pay all holders of Allowed Claims in full within 18 months even if the IRS and the FIA proofs of claim are allowed in full for the sum of \$68,411.40 and \$38,585.10 respectively.

ARTICLE XI

ALTERNATIVES TO CONFIRMATION

If the Plan is not confirmed and consummated, the alternatives to the Plan include: (A) liquidation of the Debtor under chapter 7 of the Bankruptcy Code; and (B) an alternative plan of reorganization or liquidation.

A. **Alternative Plan or Plan of Liquidation.** If the Plan is not confirmed, the Court could confirm a different plan. A different plan might include a different form of restructuring or liquidation. The Debtor believes that the Plan enables creditors and interest holders to realize the highest and best value under the circumstances. Further, the Debtor believes that any liquidation of the Debtor's assets or alternative form of chapter 11 is a much less attractive alternative to creditors than the Plan because of the far greater returns and certainty provided therein. Other alternatives would involve diminished recoveries, significant delay, uncertainty, and additional administrative costs.

B. Liquidation Under Chapter 7. If no Plan is confirmed, the Chapter 11 case may be converted to one under chapter 7 pursuant to which a trustee will be appointed to liquidate the Debtor's assets.

ARTICLE XII
CRAMDOWN [§ 1129(b) OF THE BANKRUPTCY CODE]

In the event any Impaired Class of Claims shall fail to accept the Plan in accordance with § 1129(a) of the Bankruptcy Code, the Debtor shall request the Bankruptcy Court to confirm the Plan in accordance with the provisions of § 1129(b) of the Bankruptcy Code.

The Court may confirm a plan, even if it is not accepted by all impaired Classes, if the Plan has been accepted by at least one impaired Class of Claims and the Plan meets the "cramdown" provisions set forth in § 1129(b) of the Code. The "cramdown" provisions require that the Court find that a plan "does not discriminate unfairly" and is "fair and equitable" with respect to each non-accepting impaired Class. In the event that all impaired Classes do not vote to accept the Plan, the Debtor will request that the Bankruptcy Court nonetheless confirm the Plan pursuant to the provisions of § 1129(b) of the Code.

The Court may find that the Plan is "fair and equitable" with respect to a Class of non-accepting impaired Interests only if (a) the holder of an Interest will receive or retain under the Plan property of a value as of the Plan's Effective Date equal to the greatest of any fixed liquidation preference or redemption price or the value of such Interest or (b) the holder of any Interest that is junior to such Interest will not receive or retain any property under the Plan.

The Court may find that the Plan is "fair and equitable" with respect to a Class of non-accepting impaired Unsecured Claims only if (a) each impaired unsecured Creditor receives or retains under the Plan property of a value as of the Effective Date of such Plan equal to the amount of its Allowed Claim, or (b) the holder of any Claim or Interest that is junior to the Claims of the dissenting Class will not receive or retain any property under the Plan.

The Court may find that the Plan is "fair and equitable" with respect to a Class of non-accepting Secured Claims, only if, under the Plan, (a) the holder of each Secured Claim in such Class retains such holder's lien and receives deferred cash payments totaling at least the Allowed amount of such Secured Claim and having a value, as of the Effective Date of the Plan, equal to or in excess of the value of such holder's interest in the estate's interest in the collateral for the Secured Claim, (b) the collateral for such Secured Claim is sold, the lien securing such Claims attached to the proceeds, and such liens on proceeds are afforded the treatment described under clause (a) or (c) of this sentence, or (c) the holders of such Secured Claims realize the "indubitable equivalent" of their claims.

ARTICLE XIII
EFFECT OF CONFIRMATION

1. Discharge and Release of Debtor. Confirmation of this Plan does not discharge any Claim provided for in this Plan (with the exception of the DUC Claim, which Claim treatment is set forth in Class 4 of the Plan) until the Court grants a discharge on completion of all payments under this Plan, or as otherwise provided in §1141(d)(5) of the Bankruptcy Code. Further, the Debtor will not be discharged from any debt excepted from discharge under §523

2. Release. None of the officers, shareholders, financial advisors, attorneys, or employees of the Debtor ("Released Parties") shall have any liability for actions taken or omitted to be taken in good faith under or in connection with the Plan or financial obligations and claims dealt with in this Plan or in the bankruptcy case.

3. Temporary Injunction. Confirmation of the Plan shall result in a temporary injunction enjoining all Creditors from commencing or continuing any proceeding against any guarantor, partner, officer, manager or member of the Debtor that would otherwise be liable to such Creditor so long as the Reorganized Debtor is not in default respecting that Creditor's treatment under the Plan. The temporary injunction terminates as to each such Creditor when: (i) the Reorganized Debtor fails to cure any default as set forth in Section O of ARTICLE XII of the Plan; or (ii) the Reorganized Debtor has tendered all payments to such Creditor as provided for in this Plan. Any statute of limitations relating to the collecting of an obligation from any guarantor, partner, officer, manager or member of the Debtor that is subject to the foregoing temporary injunction is tolled during the temporary injunction period.

4. Permanent Injunction. Confirmation of the Plan shall result in the issuance of a permanent injunction against the: (i) collecting of Claims against the Reorganized Debtor in any manner other than as provided for in the Plan; and (ii) collecting any disallowed Claim from any guarantor, partner, officer, manager or member of the Debtor that would otherwise be liable to the holder of such disallowed Claim.

ARTICLE XIV CERTAIN FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN

THE DEBTOR DOES NOT PURPORT TO PROVIDE TAX ADVICE TO THE HOLDERS OF CLAIMS. THE FOREGOING DISCUSSION IS INTENDED ONLY AS A SUMMARY OF POSSIBLE FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN, AND IS NOT A SUBSTITUTE FOR CAREFUL TAX PLANNING WITH A TAX PROFESSIONAL. THE FOREGOING DISCUSSION IS FOR INFORMATION PURPOSES ONLY AND IS NOT TAX ADVICE. THE TAX CONSEQUENCES ARE IN MANY CASES UNCERTAIN AND MAY VARY DEPENDING ON A HOLDER'S INDIVIDUAL CIRCUMSTANCES. ACCORDINGLY, HOLDERS OF CLAIMS ARE URGED TO CONSULT WITH THEIR TAX ADVISORS ABOUT THE FEDERAL, STATE, LOCAL AND FOREIGN INCOME AND OTHER TAX CONSEQUENCES OF THE PLAN ON THEIR TAX RETURNS AND TAX LIABILITIES.

A. Tax Consequences of the Plan. Implementation of the Plan may result in federal income tax consequences to holders of Claims, Equity Interest Holders, and to the Debtor. Tax consequences to a particular Creditor or Equity Interest Holder may depend on the particular circumstances or facts regarding the Claim of the Creditor or the interests of the Equity Interest Holder. IRS Publication 908, entitled "Bankruptcy Tax Guide" provides valuable information regarding the federal income tax aspects of bankruptcy. The "Bankruptcy Tax Guide" is available from the Debtor upon request made to robert@demarcomitchell.com, or directly from the IRS online at <http://www.irs.gov/pub/irs-pdf/p908.pdf>.

B. Cancellation of Debt. Cancellation of the Debtor's debt ("COD") is generally considered as taxable income of the Debtor. COD is the amount by which the indebtedness discharged exceeds any consideration given in exchange. However, there are exceptions which prevent

COD from being treated as taxable income. To the extent the Debtor is insolvent or the Debtor is discharged in a bankruptcy proceeding, as is the case at bar, the Internal Revenue Code excludes COD from income. The statutory exclusion for COD from the Debtor's gross income in a chapter 11 bankruptcy case arises where a discharge is granted by the Court as is requested in the Plan.

C. **Consequences of COD.** The Debtor will, however, have certain tax attributes reduced to the COD income. The tax attributes are generally reduced in the following order: (i) Net Operating Loss ("**NOL**") for the year of the discharge and NOL carryovers from prior years; (ii) general business tax credit carryovers; (iii) minimum tax credit available as of the beginning of the year following the year of the discharge; (iv) net capital loss for the year of the discharge and capital loss carryovers from prior years; (v) basis of the Debtor's assets; (vi) passive activity loss and credit carryovers from the year of discharge; and foreign tax credit carryovers to or from the year of discharge. As a result of the implementation of the Plan, the Debtor will have COD and potential tax attribute reduction. *Because any reduction in tax attributes does not effectively occur until the first day of the taxable year following the taxable year in which the COD is incurred, the resulting COD, on its own, should not impair the ability of the Debtor to use their tax attributes (to the extent otherwise available) to reduce its tax liability, if any, otherwise resulting from the Plan implementation.*

D. **Holders of Allowed Claims.** The tax consequences associated with distributions under the Plan to the holders of Allowed Claim will depend on, among other things: (i) the consideration received or deemed to have been received by the holder of any such Claim; (ii) whether the Allowed Claim holder reports income on an accrual or cash basis; (iii) the taxable year in which any distributions under the Plan are received by the Allowed Claim holder; whether the Claim was allowed or disputed as of the Effective Date; and whether such Allowed Claim holder had previously written the obligation off as bad debt.

ALLOWED CLAIM HOLDERS ARE URGED TO CONSULT WITH THEIR TAX ADVISORS ABOUT THE FEDERAL, STATE, LOCAL AND FOREIGN TAX CONSEQUENCES OF THE PLAN.

**ARTICLE XV
RECOMMENDATION OF THE DEBTOR**

The Debtor believes that the Plan is in the best interests of all Creditors. Accordingly, the Debtor recommends that you vote for acceptance of the Plan and hereby solicit your acceptance of the Plan.

Dated: September 7, 2016

/s/ Rose Marie Allegro

Rose Marie Allegro

Presented by:

/s/ Robert T. DeMarco

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F 972-346-6791

IN THE UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

IN RE:
ROSE MARIE ALLEGRO
xxx-xx-0912
P.O. Box 671133
Dallas, TX 75367

Case No.: 16-32028-11

Case No.: 16-32029-11

Debtor.

IN RE:
ANGEL INVESTMENTS GROUP, INC.
75-2648143
P.O. Box 671133
Dallas, TX 75367

JOINTLY ADMINISTERED UNDER:

Case No.: 16-32028-11

Chapter: 11

Debtor.

ROSE MARIE ALLEGRO'S PLAN OF REORGANIZATION
[DATED SEPTEMBER 7, 2016]

Pursuant to section 1121(a) of the Bankruptcy Code, Rose Marie Allegro, the debtor and debtor-in-possession in this Case (defined *infra*) hereby proposes this Plan of Reorganization.

ARTICLE I
INTRODUCTION

A. **Purpose of the Plan.** The purpose of this Plan (defined *infra*) is to provide the details of the Debtor's (defined *infra*) proposed reorganization and proposed distributions of money and/or property to its Creditors (defined *infra*). After the Plan has been confirmed, the Bankruptcy Court (defined *infra*) will retain jurisdiction to determine the allowance of all Claims (defined *infra*) and to effectuate and enforce the terms of this Plan.

B. **Plan Summary.**

1. **Reorganization:** The Plan provides for a reorganization and restructuring of the Debtor's financial obligations.

2. **Distribution:** The Plan provides for a distribution to Creditors in accordance with the terms of the Plan from the Debtor over the course of no more than eighteen (18) months. The Debtor intends to fund the Plan from the liquidation of certain real property and subsequent employment.

EXHIBIT "1"

ARTICLE II
DEFINITIONS AND RULES OF CONSTRUCTION

A. **Specific Definitions.** Unless the context otherwise requires, the following terms shall have the following meanings when used in initially capitalized form in this Plan. Such meanings shall be equally applicable to both the singular and plural forms of such terms. Any term used in initially capitalized form in this Plan that is not defined herein, but that is defined in the Bankruptcy Code, shall have the meaning assigned to such term in the Bankruptcy Code.

1. **Administrative Claim** means any right to payment constituting a cost or expense of administration of the Case of a kind specified under § 503(b) of the Bankruptcy Code and entitled to priority under §§ 507(a)(2), 507(b) or 1114(e)(2) of the Bankruptcy Code, including, without limitation: (i) any actual and necessary costs and expenses of preserving the Estate (defined *infra*); (ii) all compensation and reimbursement of expenses to the extent awarded by the Court under §§ 330, 331 or 503 of the Bankruptcy Code; and (iii) any fees or charges assessed against the Estate under § 1930 of chapter 123 of title 28 of the United States Code.

2. **Allowed Amount** means the amount in lawful currency of the United States of any Allowed Claim.

3. **Allowed** means, with reference to any Claim: (i) a Claim against the Debtor, proof of which, if required, was filed on or before the Bar Date, which is not a Contested Claim; (ii) if no proof of claim was so filed, a Claim against the Debtor that has been or hereafter is listed by the Debtor in the Schedules as liquidated in amount and not disputed or contingent as such Schedules may be amended from time to time in accordance with Bankruptcy Rule 1009; or (iii) a Claim allowed hereunder or by Final Order. Moreover, the following Claims or not Allowed: (i) any Claim allowed solely for the purpose of voting to accept or reject the Plan pursuant to an order of the Court; (ii) any Claim, or any portion thereof, which is subsequently withdrawn, disallowed, released or waived by the holder thereof, by this Plan, or pursuant to a Final Order; and (iii) any Claim, or any portion thereof, which is attributable to punitive damages or penalties.

4. **Angel** means Angel Investments Group, Inc.

5. **Angel Stock** means the shares of stock in Angel in conjunction with any and all other equitable and/or beneficial interests therein, which, prior to the Petition Date, was the separate property of the Debtor.

6. **Avoidance Action** means any claim or cause of action belonging to the Debtor and arising under the Bankruptcy Code including, but not limited to, §§ 544, 547, 548 and 550.

7. **Ballot** means each of the ballot forms distributed with the Disclosure Statement to each holder of an impaired Claim (other than to holders not entitled to vote on the Plan) upon which is to be indicated, among other things, acceptance or rejection of the Plan.

8. **Bankruptcy Code** means Title 11 of the United States Code, 11 U.S.C. §§ 101 *et seq.*, as in effect on the date hereof.

9. **Bankruptcy Court** means the United States Bankruptcy Court for the Northern District of Texas, Dallas Division.

10. **Bankruptcy Rules** means the Federal Rules of Bankruptcy Procedure as promulgated by the United States Supreme Court under § 2075 of title 28 of the United States Code, and local rules of the Court, as the context requires, and as in effect on the date hereof.

11. **Bar Date** means the deadline by which a Claim must have been timely filed. The Bar Date for all Administrative Claims is the date that is ninety (90) days after the Effective Date.

12. **Business Day** means any day other than a Saturday, a Sunday or a “legal holiday” as that phrase is defined in Bankruptcy Rule 9006(a).

13. **Case** means the above entitled and numbered case which was commenced by the Debtor’s filing of a voluntary petition for relief pursuant to the Bankruptcy Code.

14. **Causes of Action** means any and all claims, rights and causes of action that have been or could have been brought by or on behalf of the Debtor arising before, on or after the Petition Date, known or unknown, in contract or in tort, at law or in equity or under any theory of law, including, but not limited to any and all claims, rights and causes of action the Debtor or the Estate may have against any Person arising under chapter 5 of the Bankruptcy Code, or any similar provision of state law or any other law, rule, regulation, decree, order, statute or otherwise, Avoidance Actions under the Code, and any other causes of action belonging to the Debtor or the Estate.

15. **Claim** means: (i) right of payment, whether or not such right is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured or unsecured; or (ii) a right to an equitable remedy for breach of performance if such breach gives rise to a right of payment, whether or not such right to an equitable remedy is reduced to judgment, fixed, contingent, matured, unmatured, disputed, undisputed, secured or unsecured.

16. **Claimant** means the holder of a Claim.

17. **Claims Objection Deadline** means the date by which parties authorized by the Plan may file any objection to a Claim, which date shall be ninety (90) days after the Effective Date, except with respect to Administrative Claims if otherwise provided for herein.

18. **Class** means all of the holders of Claims with respect to the Debtor that has been designated as a class in ARTICLE IV hereof.

19. **Confirmation** means the entry by the Bankruptcy Court of the Confirmation Order.

20. **Confirmation Date** means the date of entry by the Bankruptcy Court of an order confirming the Plan.

21. **Confirmation Hearing** means the hearing or hearings to be held before the Bankruptcy Court in which the Debtor shall seek Confirmation of this Plan.

22. **Confirmation Order** means the Final Order confirming this Plan.

23. **Contested**, when used with respect to a Claim, means a Claim against the Debtor that is: (i) listed in the Debtor’s Schedules as disputed, contingent, or unliquidated and as to which a proof of claim has been timely filed; (ii) listed in the Debtor’s Schedules as undisputed,

liquidated, and not contingent and as to which a proof of Claim or Interest has been filed with the Bankruptcy Court, to the extent the proof of Claim amount exceeds the amount provided for in the Debtor's Schedules; or (iii) the subject of an objection which has been or may be timely filed by any party in interest or the United States Trustee and which claim has not been disallowed by Final Order. To the extent an objection relates to the allowance of only a part of a Claim, such a Claim shall be a Contested Claim only to the extent of the objection.

24. **Creditor** means holder of a Claim as of the Petition Date.

25. **Debtor** means the Debtor in this Case as the context requires.

26. **Divorce Suit** means the divorce litigation that is currently pending in the 301st District Court, Dallas County, cause number DF-16-04678.

27. **DUC** means Daniel Utility Construction, Inc.

28. **DUC Judgment** means the foreign judgment entered against David Allegro in the Circuit Court of Pulaski County, Arkansas, Sixth Division styled as *Daniel Utility Construction, Inc., vs. David Allegro et al*, case number CV-2041-3873 for which a Notice of filing of Filing of Foreign Judgment was subsequently filed on July 20, 2015, in the County Court at Law No. 2, Dallas County, Texas, Cause No. CC-15-03663-B in the amount of in the amount of \$443,392.03 (437,972.64 plus attorneys fees of \$5,000 and costs of \$419.39).

29. **DUC Judgment Claim** means Claim filed by DUC in the amount of \$437,869.43 as set out in Claim 3 filed in this Case on August 15, 2016 that stems from the DUC Judgment.

30. **Disclosure Statement** means the Disclosure Statement for this Plan, together with any supplements, amendments, or modifications thereto.

31. **Effective Date** means the date on which the Confirmation Order becomes a Final Order.

32. **Entity** includes any individual, partnership, corporation, estate, trust, governmental unit, person, and the United States Trustee.

33. **Estate** means the bankruptcy estate of the Debtor created by Section 541 of the Bankruptcy Code upon the commencement of this Case.

34. **Final Order** means: (i) an order of the Bankruptcy Court as to which the time to appeal, petition for certiorari, or move for reargument or rehearing has expired and as to which no appeal, petition for certiorari, or other proceedings for reargument or rehearing, shall then be pending or, (ii) in the event that an appeal, writ of certiorari, reargument or rehearing thereof has been sought, such order of the Bankruptcy Court shall have been affirmed by the highest court to which such order may be appealed, or certiorari has been denied, and the time to take any further appeal, petition for certiorari or move for reargument or rehearing shall have expired; provided, however, that the Confirmation Order may be treated as a Final Order if no stay pending appeal has been obtained.

35. **Initial Distribution Date** means the first Business Day on which a distribution is made under the Plan to holders of Allowed Claims.

36. **Homestead** means the real property located at 5439 Castlewood, Dallas, Texas 75229, which, prior to the Petition Date, was the separate property of the Debtor.

37. **Homestead Mortgage** means the mortgage on the Homestead for which Ocwen is the servicer.
38. **Lake House** means the real property located at 128 Shoreline Circle, Malakoff, Texas 75148.
39. **Lien** means all valid and enforceable liens, security interests, claims and encumbrances against any property of the Estate, which is permitted by, or not avoided pursuant to the Bankruptcy Code.
40. **Ocwen** means Ocwen Loan Servicing, LLC.
41. **Petition Date** means **May 20, 2016**, the date the Debtor filed a voluntary bankruptcy petition commencing this Case.
42. **Plan** means this "Rose Marie Allegro's Plan of Reorganization [Dated September 7, 2016]", including all exhibits and attachments, each of which is hereby incorporated and made part thereof, as modified or amended from time to time in accordance with § 1127 of the Bankruptcy Code.
43. **Plan Rate** means the, Prime Rate (defined *infra*) as of the Effective Date or such other rate of interest as is determined by the Bankruptcy Court.
44. **Prime Rate** means the prime interest rate quoted and published from time-to-time in the "Money Rates" section of the *Wall Street Journal*.
45. **Priority Claim** means all Claims entitled to priority under §§ 507(a)(2)-(a)(7) and (a)(9)-(a)(10) of the Bankruptcy Code.
46. **Priority Tax Claim** means all Claims for Taxes entitled to priority under § 507(a)(8) of the Bankruptcy Code, exclusive of any Tax Claims secured by assets of the Estate.
47. **Pro Rata** means proportionately, so that with respect to a particular Allowed Claim, the ratio of: (i) the monies or property disbursed on account of such Allowed Claim to the amount of such Allowed Claim, is the same as the ratio of (ii) the monies or property disbursed on account of all Allowed Claims of the Class in which such Allowed Claim is included to the amount of all Allowed Claims in that Class.
48. **Professionals** means those Entities: (i) employed under §§ 327 or 1103 of the Bankruptcy Code; and (ii) entitled, under §§ 330, 503(b), 506(b), and 507(a)(2) of the Bankruptcy Code, to seek compensation for legal, accounting and/or other professional services and the costs and expenses related to such services from the Debtor and/or the Estate.
49. **Rejection Damages Deadline** means the later of the Bar Date, or thirty (30) days after the entry of an order approving the rejection of an executory contract or unexpired lease.
50. **Reorganized Debtor** means Rose (defined *infra*) after the entry of the Confirmation Order.
51. **Rose** means the Debtor in this Case.
52. **Schedules** means those schedules, statements and lists filed with the Court by the Debtor pursuant to and in accord with § 521(a)(1) of the Bankruptcy Code and Bankruptcy Rule 1007(b) as amended.

53. **Secured Claim** means a Claim secured by a Lien on any property of the Estate, but only to the extent of the value of the interest of the holder of such Claim in the interest of the Estate in such property, the calculation of which shall not include any demand for default interest, penalty interest or other similar demands.

54. **Secured Claim Interest Rate** means a fixed interest rate of 2.25% or such other rate as the Bankruptcy Court determines at the Confirmation Hearing is necessary to provide the holders of Allowed Secured Claims with the present value of their collateral.

55. **Subordinated Claim** means: (i) any Claim, or portion of a Claim, that is subject to subordination under § 510 of the Bankruptcy Code; and (ii) any Claim, or portion of a Claim, for fines, penalties, forfeitures, for multiple, exemplary, or punitive damages, or other non-pecuniary, direct or non-proximate damages.

56. **Tax** means and includes any federal state, county and local income, *ad valorem*, excise, stamp and other tax of any type or nature whatsoever.

57. **Tax Claim** means any and all Secured or Priority Claims of the Debtor for the payment of any Taxes: (i) accorded a priority pursuant to § 507(a)(8) of the Code; or (ii) secured by valid Liens on property of the Estate existing on the Confirmation Date.

58. **Tremont** means the real property located at 6132 Tremont Street, Dallas, Texas 75214, which, prior to the Petition Date, was the separate property of the Debtor.

59. **Tremont Mortgage** means the mortgage on Tremont for which Ocwen is the servicer.

60. **United States Trustee** means the Office of the United States Trustee for Region Six.

61. **Unsecured Claim** means a Claim that is not an Administrative Claim, a Priority Claim, a Priority Tax Claim, or a Secured Claim.

B. Rules of Interpretation, Construction and Computation of Time.

1. Any capitalized term used in the Plan that is not defined herein, or other exhibits hereto, but that is defined and used in the Disclosure Statement has the meaning ascribed to that term in the Disclosure Statement.

2. The words "herein," "hereof," "hereto," "hereunder," and other words of similar import refer to the Plan as a whole and not to any particular article, section, subsection or clauses contained in the Plan.

3. Unless otherwise specified, a reference to an article or a section is a reference to that article or section of the Plan.

4. Any reference in the Plan to a document being in a particular form or on particular terms and conditions meant that the document shall be substantially in such form or substantially on such terms and conditions.

5. Any reference in the Plan to an existing document means such document, as it may have been amended, modified or supplemented from time to time as of the Effective Date.

6. The rules of construction set forth in § 102 of the Bankruptcy Code shall apply to the Plan.

7. The computation of any time periods prescribed or allowed by the Plan shall be governed by Bankruptcy Rule 9006.

8. All exhibits to the Plan are incorporated into the Plan and shall be deemed to be part of the Plan.

9. The provisions of the Plan shall control over the contents of the Disclosure Statement. The provisions of the Final Confirmation Order shall control over the contents of the Plan.

10. Unless otherwise provided for in the Plan, whenever a distribution of property must be made, or an act required on a particular date, the distribution or act shall occur on such date, or as soon as practicable thereafter.

**ARTICLE III
PAYMENT OF ADMINISTRATIVE EXPENSES AND
THE TREATMENT OF UNCLASSIFIED CLAIMS**

A. Summary.

Pursuant to § 1123(a)(1) of the Bankruptcy Code, Administrative Claims, Claims for Professional Fees, and Priority Tax Claims against the Debtor are not classified for purposes of voting on, or receiving distributions under, the Plan. **Holders of such Claims are not entitled to vote on the Plan.** All such Claims are instead treated separately in accordance with this ARTICLE III and in accordance with the requirements set forth in § 1129(a)(9)(A) of the Bankruptcy Code.

B. Administrative Claims.

1. **In General.** Except as otherwise provided herein, all requests for payment of an Administrative Claim incurred before the Effective Date (except for those Claims arising under 28 U.S.C. § 1930) shall be filed before the Bar Date. Each holder of an Allowed Administrative Claim, except as otherwise set forth in this ARTICLE III (and specifically excluding Priority Tax Claims as set forth below), shall receive from the Reorganized Debtor: (i) with respect to Administrative Claims which are Allowed Claims on the Effective Date, unless the holder of a particular Allowed Claim agrees to a different treatment, the amount of such holder's Allowed Claim in one cash payment; and (ii) with respect to Administrative Claims which become Allowed Claims after the Effective Date, unless the holder of a particular Allowed Claim agrees to a different treatment, the amount of such holder's Allowed Claim in one cash payment on the date such claim becomes an Allowed Administrative Claim. **Notwithstanding the foregoing,** any such Administrative Claim representing a liability incurred in the ordinary course of business by the Debtor shall be paid by Reorganized Debtor in accordance with the terms and conditions of the particular transaction giving rise to such liability and any agreements relating thereto.

2. **Administrative Claims of Professionals.** Each professional whose retention with respect to the Case has been approved by the Bankruptcy Court or who holds, or asserts, an Administrative Claim shall be required to file with the Bankruptcy Court a final fee application

within ninety (90) days after the Confirmation Date. Allowed Administrative Claims of professionals shall be paid in accordance with section 1129(a)(9)(A) of the Bankruptcy Code by the Reorganized Debtor.

3. **Priority Tax Claims.** Each holder of an Allowed Priority Tax Claim against the Debtor shall receive on the Effective Date, in full satisfaction, release and discharge of such Allowed Priority Tax Claim, at the election of the Debtor, either: (i) Cash payment in the amount of such holder's Allowed Priority Tax Claim; (ii) deferred Cash payments over a period not to exceed five (5) years, from the Petition Date of a value as of the Effective Date, equal to the Allowed amount of such Claim; or (iii) such other terms as may be agreed upon by such holder and the Debtor. The rate of interest to be paid on Allowed Priority Tax Claims that are paid out over five (5) years shall be equal to the underpayment rate specified in 26 U.S.C. § 6621 (determined without regard to 26 U.S.C. § 6621(a)) as of the Effective Date (the underpayment rate is currently 3%).

ARTICLE IV CLASSIFICATION OF CLAIMS

A. **Manner of Classification of Claims.** Except for Claims of a kind specified in §§ 507(a)(1), (2) or (8) of the Bankruptcy Code, all Claims against the Debtor with respect to all property of the Debtor and the Estate, are defined and hereinafter designated in their respective Classes as mandated by 11 U.S.C. § 1123(a)(1). The Plan is intended to deal with all Claims against the Debtor, of whatever character, whether known or unknown, whether or not with recourse, whether or not contingent or unliquidated, and whether or not previously allowed by the Court pursuant to § 502 of the Bankruptcy Code. Only the holders of Allowed Claims, however, will receive any distribution under the Plan. For purposes of determining *Pro Rata* distributions to holders of Allowed Claims under the Plan, Contested Claims shall be included in the Class in which such Claims would be included if they were Allowed Claims.

B. **Classification.** Pursuant to § 1122 of the Bankruptcy Code, set forth below is a designation of the classes of Claims against the Debtor. A Claim is placed in a particular Class only to the extent such Claim is an Allowed Claim in that Class and such Claim or has not been paid, released or otherwise settled or paid prior to the Effective Date. Any Claims described in ARTICLE III of this Plan are unclassified, and therefore, are not included in the Classes below. The Allowed Claims, except for Claims described above and which are not required to be classified pursuant to § 1123(a)(1) of the Bankruptcy Code, are divided into the following Classes.

CLASS	DESCRIPTION	STATUS	VOTING RIGHTS
Class 1A	Secured <i>Ad Valorem</i> Tax Claims	Impaired	Entitled to Vote
Class 1B	Secured Claim of Ocwen - Homestead	Impaired	Entitled to Vote
Class 1C	Secured Claim of Ocwen - Tremont	Impaired	Entitled to Vote
Class 1D	Secured Claim of AVT Lending – Lake	Unimpaired	Deemed Accepted;

	House		Not Entitled to Vote
Class 1E	Secured Claim of DUC – Lake House	Unimpaired	Deemed Accepted; Not Entitled to Vote
Class 1F	Secured Claim – Mercedes Benz	Unimpaired	Deemed Accepted; Not Entitled to Vote
Class 1G	Secured Claims – Texans Credit Union	Unimpaired	Deemed Accepted; Not Entitled to Vote
Class 1H	Secured Claims	Unimpaired	Deemed Accepted; Not Entitled to Vote
Class 2	Priority Claims [11 U.S.C. § 1123(a)(1)]	Unimpaired	Deemed Accepted; Not Entitled to Vote
Class 3	General Unsecured Claims	Impaired	Entitled to Vote
Class 4	General Unsecured Claims – DUC	Impaired	Entitled to Vote

C. **Impairment.** A Class of Claims are impaired if their prepetition rights are modified pursuant to the terms of this Plan.

ARTICLE V TREATMENT OF CLAIMS

The Claims as classified in ARTICLE IV hereof shall be satisfied in the manner set forth in this ARTICLE V. The treatment of, and the consideration to be received by Entities holding Claims against the Debtor pursuant to this Plan shall be in full settlement, release, and discharge of their respective Claims against the Debtor, but shall not affect the liability of any other Entity on such Claim except as otherwise provided pursuant to the terms of this Plan or the Confirmation Order, in the form as originally entered or as may be later amended or modified. All **classified** Claims against the Debtor shall be treated as follows:

A. **CLASS 1A – Secured *Ad Valorem* Tax Claims.**

1. **Class 1A Summary.** Each holder of an Allowed Class 1A Claim payable to a taxing authority for *ad valorem* taxes shall retain its full rights and liens to the extent of its Allowed Secured Tax Claim until its Allowed Secured Tax Claim has been paid in full.

2. Payment shall be made in full no later than five (5) years from and after the Petition Date in equal monthly payments. More specifically, the prepetition and post-petition *ad valorem* taxes of each holder of an Allowed Class 1A Claim shall be treated as follows:

a. **Liens and Interest.** Any and all liens (both those arising prepetition and post-petition) held by the holder of an Allowed Class 1A Claim shall be preserved in any transfer of assets under the Plan. Each holder of an Allowed Class 1A Claim shall be entitled to receive interest from the Petition Date to the Effective Date pursuant to 11 U.S.C. § 506(b), as well as from the Effective Date until paid in full under 11 U.S.C. § 1129(b), at a statutory rate of 1% per month as required by 11 U.S.C. § 511. If the post-petition *ad valorem* taxes are not paid prior to the

State law delinquency date, each holder of an Allowed Class 1A Claim shall be entitled to receive any penalties and interest that accrue under State law based on the nonpayment of such tax.

b. Default. In the event the Reorganized Debtor fails to timely pay an Allowed Class 1A Claim or a post-petition tax in compliance with the Plan, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 1A Claim may pursue remedies in accordance with that section.

3. Class 1A is impaired under the Plan.

B. CLASS 1B – Secured Claim of Ocwen [Homestead].

1. Class 1B Summary. Class 1B consists of the Secured Claim of Ocwen, and is secured by the Homestead Mortgage. The principal balance due and owing Ocwen as of August 24, 2016, is \$127,263.23. The Debtor, as of the date of this Plan, was current on her obligations under the Homestead Mortgage. The Allowed Class 1B Claim shall receive the following treatment under the Plan.

a. Assumption of the Mortgage. The Homestead Mortgage shall be treated as a perfected and unavoidable secured claim, secured by the Homestead, in the amount of \$127,263.23. The Homestead Mortgage shall be reinstated pursuant to 11 U.S.C. §§ 1123(a)(5)(G), 1123(d), and 1124(2), and the terms of the Homestead Mortgage shall be assumed by the Reorganized Debtor. The Reorganized Debtor shall make all required payments due under the Homestead Mortgage after the Effective Date in accordance with the terms thereof. **The terms of the Homestead Mortgage are not modified by the Plan or Confirmation Order except as specifically stated in the Plan.**

b. Arrearage Amount. The Debtor shall cure the monetary defaults under the Homestead Mortgage, which arrearage is estimated to be \$3,121.37 (the "Arrearage").

c. Arrearage Interest. Simple interest shall accrue on the Arrearage at the Secured Claim Interest Rate from and after the Confirmation Date.

d. Arrearage Payments. The Arrearage, plus interest thereon, shall be paid in sixty (60) equal and consecutive monthly installments commencing the first (1st) day of the first full calendar month following the Effective Date, and continuing on the same day each month thereafter until paid in full.

e. Pre-Payment. At any time after the Effective Date, without penalty or premium, the Arrearage may be prepaid, in whole or in part, in the sole discretion of the Reorganized Debtor.

f. Default. In the event the Reorganized Debtor fails to timely pay the Allowed Class 1B Claim as provided herein, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 1B Claim may pursue remedies in accordance with that section.

2. Address for Payment. Until further notice, all payments due the holder of an Allowed Class 1B Claim shall be sent to the following address: Ocwen, 1661 Worthington Road, Suite 100, West Palm Beach, FL 33409.

3. Class 1B is impaired under the Plan.

C. CLASS 1C – Secured Claim of Ocwen [Tremont].

1. Class 1C Summary. Class 1C consists of the Secured Claim of Ocwen, and is secured by the Tremont Mortgage. The principal balance due and owing Ocwen is \$352,769.47. The Allowed Class 1C Claim shall be modified as set forth herein and paid by the Reorganized Debtor as follows.

a. Principal Amount. The unpaid principal balance of the Allowed Class 1C Claim is hereby allowed as an Allowed Secured Claim in the amount of \$352,769.47.

b. Interest. Simple interest shall accrue on the unpaid balance owed to the Allowed Class 1C Claim holder at the Secured Claim Interest Rate from and after the Confirmation Date.

c. Payments. The Allowed Class 1C Claim, plus interest thereon, shall be paid in three hundred (300) consecutive monthly installments commencing the first (1st) day of the first full calendar month following the Effective Date, and continuing on the same day each month thereafter until paid in full. The first monthly installment shall be in the amount of \$1,538.54, the next 58 of such monthly installments shall be in the amount of \$1,538.54 and the final monthly installment shall be in the amount of \$1,536.90.

d. Maturity. The maturity date shall be modified, and the Allowed Class 1C Claim, plus interest thereon, will be due and payable in full on the first full calendar month following the Effective Date.

e. Pre-Payment. At any time after the Effective Date, without penalty or premium, the Allowed Class 1C Claim may be prepaid, in whole or in part, in the sole discretion of the Reorganized Debtor.

f. Collateral. Except to the extent inconsistent herewith or with the law, the validity and priority of the lien and security interest securing the Allowed Class 1C Claim shall remain in full force and effect following the Effective Date.

g. Default. In the event the Reorganized Debtor fails to timely pay an Allowed Class 1D Claim as provided herein, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 1D Claim may pursue remedies in accordance with that section.

2. Address for Payment. Until further notice, all payments due the holder of an Allowed Class 1C Claim shall be sent to the following address: Ocwen, 1661 Worthington Road, Suite 100, West Palm Beach, FL 33409.

3. To the extent that a Creditor in Class 1C does not hold an Allowed Secured Claim, such Claim, if it becomes an Allowed Claim, shall be included in Class 3.

4. Class 1C is impaired under the Plan.

D. CLASS 1D – Secured Claim of AVT Lending, Inc.

1. Class 1D Summary. Class 1D consists of the Allowed Secured Claim of AVT Lending. AVT Lending has an Allowed Secured Claim on the Lake House. The Debtor is not personally liable to AVT Lending and is not in privity of contract with AVT Lending. However, the Debtor was an owner, along with David Allegro, of the Lake House prior to the transfer of the Lake House to the Allegro Management Trust; an entity in which the Debtor has no interest. The Debtor received no consideration from the “sale” of the Lake House to the Allegro Management Trust. The Lake House was conveyed to the Allegro Management Trust within four (4) years of the Petition Date, which conveyance may constitute a fraudulent transfer. To the extent the Lake House was fraudulently transferred, any beneficial or equitable interest the Debtor owned immediately prior to the conveyance is retained by the Debtor. The Allowed Class 1D Claim shall be treated as follows by the Reorganized Debtor.

a. The holder of the Allowed Class 1D Claim shall receive no distribution under the Plan, but shall retain any and all rights conveyed to them by the Allegro Management Trust.

b. To the extent the Lake House was fraudulently transferred to the Allegro Management Trust, the holder of the Allowed Class 1D Claim is a good faith transferee of the Allegro Management Trust.

c. Automatic Stay / Injunctions. The automatic stay of 11 U.S.C. § 362 shall terminate on the Effective Date and the injunction provisions set forth herein shall not apply to the holder of an Allowed Class 1D Claim.

2. Class 1D is NOT impaired under the Plan.

E. CLASS 1E – Secured Judgment Claim of DUC.

1. Class 1E Summary. Class 1E consists of the Allowed DUC Judgment Claim. DUC, as the owner of the DUC Judgment, recorded an abstract of judgment in the county where the Lake House is located on November 16, 2015, which date precedes the Petition Date by more than ninety (90) days, which is outside of the preference period (11 U.S.C. § 547). To the extent the Lake House was, as is represented above, fraudulently transferred to the Allegro Management Trust, DUC shall have an Allowed Secured Claim. To that extent, the Allowed Class 1E Claim shall be treated as follows by the Reorganized Debtor.

a. Abandonment and Assignment. As of the Effective Date, the Debtor hereby abandons and assigns any interest, equitable or otherwise, she has in the Lake House to the holder of the Allowed Class 1E Claim.

b. Fraudulent Transfer Claim. Any and all interest or right the Debtor and/or the Estate has to bring a fraudulent transfer claim against the Allegro Management Trust is hereby assigned to the holder of the Allowed Class 1E Claim as of the Effective Date.

c. Automatic Stay / Injunctions. The automatic stay of 11 U.S.C. § 362 shall terminate on the Effective Date and the injunction provisions set forth herein shall not apply to the holder of an Allowed Class 1E Claim as regards its rights received as a holder of an Allowed Class 1E Claim.

2. Class 1E is NOT impaired under the Plan.

F. **CLASS 1F – Secured Claim of Mercedes Benz Financial Services.**

1. Class 1F Summary. Class 1F consists of the Secured Claim of Mercedes Benz Financial Services. David Allegro and Mercedes Benz Financial Services are parties to a promissory note ("**MB Vehicle Note**"), which note is secured by a 2014 Mercedes Benz GLK 350 (the "**Vehicle**"). The Allowed Class 1F Claim shall receive the following treatment under the Plan.

a. The holder of an Allowed Class 1F Claim shall be treated as a perfected and unavoidable secured claim, secured by the Vehicle. The Reorganized Debtor shall make all required payments due under the MB Vehicle Note after the Effective Date in accordance with the terms thereof. The terms of the MB Vehicle Note are not modified by the Plan or Confirmation Order except as specifically stated in the Plan.

b. Principal Amount. The unpaid balance of such Claim shall be as reflected on the books and records of Mercedes Benz Financial Services as of the Effective Date.

c. Collateral. Except to the extent inconsistent herewith or with the law, the validity and priority of the lien and security interest securing the Allowed Class 1F Claim shall remain in full force and effect following the Effective Date.

d. Default. In the event the Reorganized Debtor fails to timely pay an Allowed Class 1F Claim as provided herein, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 1F Claim may pursue remedies in accordance with that section.

2. Class 1F is NOT impaired under the Plan.

G. **CLASS 1G – Secured Claim of Texans Credit Union.**

1. Class 1G Summary. Class 1G consists of the Secured Claim of Texans Credit Union. David Allegro and Texans Credit Union are parties to a promissory note ("**Texans Vehicle Note**"), which note is secured by a 2013 Ford F150 (the "**Vehicle**"). The Allowed Class 1G Claim shall receive the following treatment under the Plan.

a. The holder of an Allowed Class 1G Claim shall be treated as a perfected and unavoidable secured claim, secured by the Vehicle. The Reorganized Debtor shall make all required payments due under the Texans Vehicle Note after the Effective Date in accordance with the terms thereof. The terms of the Texans Vehicle Note are not modified by the Plan or Confirmation Order except as specifically stated in the Plan.

b. Principal Amount. The unpaid balance of such Claim shall be as reflected on the books and records of Texans Credit Union as of the Effective Date.

c. Collateral. Except to the extent inconsistent herewith or with the law, the validity and priority of the lien and security interest securing the Allowed Class 1G Claim shall remain in full force and effect following the Effective Date.

d. Default. In the event the Reorganized Debtor fails to timely pay an Allowed Class 1G Claim as provided herein, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 1G Claim may pursue remedies in accordance with that section.

2. Class 1G is NOT impaired under the Plan.

H. CLASS 1H – Secured Claims.

1. Class 1H consists of all other Secured Claims. Each holder of an Allowed Secured Claim in Class 1H shall be deemed to be a separate subclass of Class 1H. The Debtor does not believe there are any Class 1H Claims, except perhaps for certain secured tax claims.

2. Except to the extent that the holder of an Allowed Secure Claim in Class 1H agrees to a different treatment, the holder of the Allowed Secured Claim in Class 1H shall, at the sole election of the Debtor (made prior to the Effective Date), receive one of the following treatments: (i) the Allowed Secured Claim shall be cured and reinstated pursuant to § 1124(2) of the Bankruptcy Code, and the Debtor shall fund all amounts and take all actions otherwise necessary to reinstate such Allowed Secured Claim, on or prior to the tenth (10th) Business Day following the Effective Date; (ii) the legal, equitable and contractual rights to which the holder of such Allowed Secured Claim is entitled shall remain unaltered; (iii) the surrender to the holder of the Allowed Secured Claim of such property of the applicable Estate as may be security and collateral for its Claim; or (iv) the payment in Cash of the amount of such Allowed Secured Claim, as set forth in the Confirmation Order or other Final Order.

3. To the extent that a Creditor in Class 1H does not hold an Allowed Secured Claim, such Claim, if it becomes an Allowed Claim, shall be included in Class 3.

4. Class 1H is unimpaired under the Plan.

I. CLASS 2 – Priority Claims [Other].

1. Class 2 consists of all Allowed Priority Claims against the Debtor. Class 2 does not include any Priority Tax Claims, all of which shall be treated in accordance with ARTICLE III of this Plan. Except to the extent that the holder of such Claim agrees to a different treatment, the Reorganized Debtor shall pay Cash on the Effective Date to each holder of any Allowed Claim in Class 2 the amount of such Allowed Claim.

2. Class 2 is unimpaired under the Plan.

J. CLASS 3 – General Unsecured Claims.

1. Class 3 consists of Allowed Claims against the Debtor (including Claims arising from the rejection of executory contracts and/or unexpired leases) other than: (i) Administrative Claims; (ii) Priority Tax Claims; or (iii) Claims included within any other Class

designated in this Plan. Class 3 shall be deemed to include those Creditor(s) holding an alleged Secured Claim against the Debtor for which: (y) no collateral exists to secure the alleged Secured Claim; and/or (z) liens, security interests, or other encumbrances that are senior in priority to the alleged Secured Claim exceed the fair market value of the collateral securing such alleged Secured Claims as of the Petition Date.

2. Each holder of an Allowed Unsecured Claim in Class 3 shall be paid in full by the Reorganized Debtor from the net sales proceeds received from the sale of the Tremont Property. The distributions provided to the holders of an Allowed Class 3 Claim shall be made no later than 18 months after the Effective Date.

3. Class 3 is impaired under the Plan.

K. **CLASS 4 – DUC Unsecured Claim.**

1. Class 4 Summary. Class 4 consists of the Unsecured nonrecourse Claim of DUC. DUC is the holder of the DUC Judgment Claim.

2. Separate Classification. The DUC Claim is separately classified as it is a claim that may only be collected against the following marital estates: (1) the separate marital estate of David Allegro; (2) the sole managed community marital estate of David Allegro; (3) the community marital estate; and (4) the sole managed community marital estate of Rose Allegro to the extent the Judgment is premised upon a tort. The Debtor is not personally liable to DUC and the separate marital estate of the Debtor is not liable on the DUC Claim.

3. Separate Property. Rather than contest the Debtor's classification of separate property, DUC acknowledges the following assets are the separate property of the Debtor and/or Reorganized Debtor (collectively, the "Separate Property"), so long as the settlement with DUC as proposed herein is approved:

- a. The Homestead;
- b. The Tremont Property;
- c. The Angel Stock;
- d. The 2014 Mercedes Benz GLK 350; and
- e. All Debtor's jewelry identified on Schedule A/B of the Debtor's bankruptcy schedules.

4. Allowed Claim. DUC shall have an Allowed Unsecured nonrecourse Claim against the Separate Property subject to DUC making certain Representations and Warranties as set forth herein.

5. Satisfaction of Allowed Claim. The Allowed Class 4 Claim shall be satisfied as follows:

- a. Payment. The Reorganized Debtor shall pay the holder of the Allowed Class 4 Claim the sum of \$72,500 from the net sales proceeds received from the sale of the Tremont Property on or before eighteen (18) months after the Effective Date. The Reorganized Debtor agrees that DUC shall have the absolute right to submit a claim to the title company facilitating the closing on Tremont in

order to satisfy its claim as provided herein, which claim shall be paid directly from said title company to DUC. Upon acceptance of the \$72,500 (or \$67,500, as the case might be – see *infra*) by DUC, the Reorganized Debtor shall be discharged of and released from any and all claims or Claims DUC may have against the Debtor and the Reorganized Debtor.

i. Early Payment Discount. The Reorganized Debtor may, in her absolute discretion, pay the holder of the Allowed Class 4 Claim the sum of \$67,500 in full satisfaction of the Allowed Class 4 Claim if paid on or before six (6) months after the Effective Date.

b. Release. DUC is hereby released from any and all claims and or causes of action the Debtor and/or Debtor's estate has or may have against DUC under Chapter 5 of the Bankruptcy Code.

c. Miscellaneous.

i. Rose acknowledges and represents the Lake House was transferred to the Allegro Management Trust on or about April 2, 2013, for little or no consideration.

6. Representations and Warranties. DUC, upon its acceptance of full payment of the Allowed Class 4 Claim from the Reorganized Debtor (and/or her agents and assigns) pursuant to the terms of this Plan, hereby represents and warrants as follows ("Representations and Warranties") for the purpose of this settlement and so long as this Plan is confirmed:

a. DUC represents and warrants the Debtor is not now and never was personally liable to DUC, except as to the terms of this Plan.

b. DUC represents and warrants it has no right to intervene in the Divorce Suit.

c. DUC represents and warrants it has no recourse against Angel, and/or its bankruptcy estate, including without limitation, the Merrell Property regardless of how the assets of the Allegro's marital estate may later be determined in the Divorce Suit so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel. DUC shall withdraw, with prejudice, its claim against the Angel bankruptcy estate.

d. DUC represents and warrants it has no recourse against the Angel Stock regardless of how the assets of the Allegro's marital estate may later be determined in the Divorce Suit so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel.

e. DUC represents and warrants it has no recourse against the Tremont Property regardless of how the assets of the Allegro's marital estate may later be determined in the Divorce Suit.

f. DUC represents and warrants it has no recourse against any of the

personal property located at the Homestead as set out in Schedules A/B [Docket Entry No. 23], regardless of: (i) how the assets of the Allegro's marital estate may later be determined in the Divorce Suit; or (ii) whether the aggregate value of such personal property exceeds any exemption amounts established under the Texas Property Code.

g. DUC represents and warrants it has no recourse against any of the personal property located within the Lake House dwelling (with the exception of the stove, washer, dryer and 2 refrigerators) as set out in Schedules A/B [Docket Entry No. 23], regardless of: (i) how the assets of the Allegro's marital estate may later be determined in the Divorce Suit; or (ii) whether the aggregate value of such personal property exceeds any exemption amounts established under the Texas Property Code.

h. DUC represents and warrants it has no recourse against the following vehicles: the 2013 Ford F150, the 2014 Mercedes Benz GLK 350, and the 2007 Toyota 4 Runner, regardless of: (i) how the assets of the Allegro's marital estate may later be determined in the Divorce Suit; or (ii) whether the aggregate value of such personal property exceeds any exemption amounts established under the Texas Property Code.

i. DUC represents and warrants it has no recourse against the Homestead regardless of how the assets of the Allegro's marital estate (including the Homestead) may later be determined in the Divorce Suit

j. DUC acknowledges the Debtor's Homestead exemption is valid and proper.

7. Representations and Warranties of Debtor. Notwithstanding anything herein to the contrary, Debtor represents and warrants that DUC may pursue collection of the Judgment Claim against any other assets of the Estate not exempted by the DUC Injunction.

8. Default. In the event the Reorganized Debtor fails to timely pay the Allowed Class 4 Claim as provided herein, the Reorganized Debtor shall be in default, and, subject to Section O of ARTICLE XII, of the Plan, the holder of the affected Allowed Class 4 Claim may pursue remedies in accordance with that section.

9. DUC Injunction. DUC is enjoined on and after the Effective Date against the: (i) commencement or continuation of any judicial, administrative, or other action or proceeding against the Debtor or Reorganized Debtor, as the case maybe, on account of its Claim; (ii) enforcement, attachment, collection or recovery by any manner or means of any judgment, award, decree, or order against the Debtor or Reorganized Debtor, or any assets or property of same, the scope of which is limited by subsection b of this paragraph below; or (iii) creation, perfection or enforcement of any encumbrance of any kind against the Debtor or Reorganized Debtor, as the case may be, arising from its Claim (the "DUC Injunction").

a. The DUC Injunction shall terminate on the earlier of: (i) the time the case is closed (exclusive of any administrative closing that might occur during the life of this

Plan); (ii) the time the case is dismissed; and (iii) the time a discharge is granted or denied.

b. The DUC Injunction ONLY enjoins any and all actions concerning the following:

i. Angel and/or its bankruptcy estate so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel.

ii. The equity interest (stock) presently held by the Debtor in Angel so long as no additional real or personal property of the community marital estate or the separate marital estate of David Allegro are transferred to Angel.

iii. The Tremont Property.

iv. The 2013 Ford F150.

v. The 2014 Mercedes Benz GLK 350.

vi. The 2007 Toyota 4 Runner.

vii. any of the personal property located at the Homestead and the Lake House (with the exception of the stove, washer, dryer and 2 refrigerators located at the Lake House) as set out in Schedules A/B [Docket Entry No. 23].

viii. The Homestead.

ix. All Debtor's jewelry identified on Schedule A/B [Docket Entry No. 23] of the Debtor's bankruptcy schedules.

10. Credit Against Judgment. For the sake of clarity, upon acceptance of the \$72,500 (or \$67,500, as the case may be), the Judgment amount shall be reduced by \$40,000 (value of the released chapter 5 claims against DUC) and \$72,500 (or \$67,500, as the case may be).

ARTICLE VI

ACCEPTANCE OR REJECTION OF THE PLAN

A. Voting. Each holder of an Allowed Claim in an impaired Class of Claims that is entitled to vote on the Plan shall be entitled to vote separately to accept or reject the Plan as provided in such order as is entered by the Bankruptcy Court establishing procedures with respect to the solicitation and tabulation of votes to accept or reject the Plan, or any other order or orders of the Bankruptcy Court. In the event no holder of an Allowed Claim in an impaired Class of Claims submits a Ballot accepting or rejecting the Plan, such Class of Claims shall be deemed to have voted to reject the Plan.

B. Class Entitled to Vote. The Classes of Claims identified as "impaired" in ARTICLE IV of this Plan are entitled to vote to accept or reject this Plan. The Classes of Claims identified as "unimpaired" in ARTICLE IV of this Plan are conclusively presumed to have accepted this Plan pursuant to § 1126(f) of the Bankruptcy Code.

C. Non-Consensual Confirmation. If a Class of Claims fails to accept this Plan by the statutory majorities provided in § 1126(c) of the Bankruptcy Code, the Debtor reserves the right to request the Bankruptcy Court to confirm this Plan as to such rejecting Class of Claims.

D. **Elimination of Vacant Class.** Any Class of Claims that does not have a holder of an Allowed Claim or a Claim temporarily allowed under Bankruptcy Rule 3018 as of the date of commencement of the Confirmation Hearing shall be deemed eliminated from the Plan for purposes of voting to accept or reject the Plan and for purposes of determining acceptance or rejection of the Plan by such Class of Claims pursuant to § 1129(a)(8) of the Bankruptcy Code.

**ARTICLE VII
PLAN IMPLEMENTATION**

A. **Implementation.** The Debtor proposes to implement and consummate this Plan through the means contemplated by § 1123 of the Bankruptcy Code.

B. **Reorganized Debtor and the Revesting of Assets.**

1. **Revesting of SEPARATE Property.** On the Effective Date, title to the following assets shall vest and/or revert in the Reorganized Debtor as her separate property:

- a. The Homestead;
- b. The Tremont Property;
- c. The Angel Stock;
- d. All jewelry identified on Schedule A/B of the Debtor's bankruptcy schedules;
- e. The 2013 Ford F150; and
- f. The 2014 Mercedes Benz GLK 350 (collectively, the "**Separate Property**")

free and clear of all liens, claims, Claims and interests, except as expressly provided in this Plan. **More specifically, and for purposes of clarity, the Separate Property shall vest and/or revert in the Reorganized Debtor as her separate property free and clear of all claims, Claims and interests of David Allegro, including, without limitation, any assertion the Separate Property is the community property of the Debtor and David Allegro.** From and after the Effective Date, except as otherwise described in this Plan, the Reorganized Debtor shall own such assets without further supervision by or jurisdiction of this Court, except as otherwise provided herein.

2. **Revesting of COMMUNITY Property.** On the Effective Date, title to all assets not otherwise reverting in the Reorganized Debtor as provided in this ARTICLE VII,(B)(1) (including any and all claims, Causes of Action, and properties of the Debtor and the Estate) shall vest and/or revert in Reorganized Debtor as community property, and thereafter, Reorganized Debtor shall own and retain such assets free and clear of all liens, claims, Claims, and interests except as expressly provided in this Plan. From and after the Effective Date, except as otherwise described in this Plan, Reorganized Debtor shall own and operate such assets without further supervision by or jurisdiction of this Court, except as otherwise provided herein.

3. **Toyota 4 Runner.** The 2007 Toyota 4 Runner shall vest, to the extent necessary, in the Debtor's daughter, Sarah Allegro.

C. **Disbursing Agent.** Reorganized Debtor shall serve as disbursing agent, without bond, for purposes of making transfers and payments under this Plan.

D. **Incorporation of Rule 9019.** To the extent necessary to effectuate and implement the compromises and releases contained in this Plan, the Plan shall be deemed to constitute a motion under Bankruptcy Rule 9019 seeking the Bankruptcy Court's approval of all of the compromises and releases contained herein.

**ARTICLE VIII
EXECUTORY CONTRACTS AND UNEXPIRED LEASES**

A. **Executory Contracts and Unexpired Leases to be Assumed.** All executory contracts and unexpired leases of the Debtor as set forth in Exhibit "1" hereto shall be assumed pursuant to the provisions of §§ 365 and 1123 of the Bankruptcy Code. Such assumed executory contracts and unexpired leases shall, as of the Effective Date, vest in Reorganized Debtor. The Reorganized Debtor reserves the right to remove any of the contracts or leases specified in Exhibit "1" from the list of assumed contracts and leases, in their discretion, thereby causing the rejection of such contract or lease pursuant to section C of this ARTICLE VIII, by filing a written election, prior to the Confirmation Hearing and serving such election on the parties to such contract or lease.

B. **Cure Amounts.** Amounts due under § 365(b)(1)(A) of the Bankruptcy Code with respect to any executory contract or unexpired lease assumed pursuant to section A of this ARTICLE VIII shall be paid by the Reorganized Debtor in full, in Cash, on the Effective Date (except for amounts due under any contracts and leases that were assumed by the Debtor prior to the Confirmation Date, which amounts shall be paid in accordance with the Bankruptcy Court's order(s) authorizing such assumption – any unpaid obligations to cure arrearages under such contracts or leases over time shall become obligations of Reorganized Debtor if they have not otherwise been paid or assigned to a third party prior to the Effective Date); provided, however, that as to any disputed portion of such cure amounts, payments shall be made on or as soon as practicable after such disputed portion is resolved by Final Order.

C. **Rejection of All other Executory Contracts.** All executory contracts and unexpired leases of the Debtor, other than those described in section A of this ARTICLE VIII, are deemed rejected pursuant to this Plan and the Confirmation Order.

D. **No Effect on Insurance Policies.** To the extent possible, and without impacting the existing coverage under any insurance policy, the rejection of any executory contracts as provided herein shall not apply to, and shall have no effect upon, any insurance policy.

**ARTICLE IX
CONDITIONS TO CONSUMMATION**

A. **Conditions to Consummation.** The following are conditions precedent to the occurrence of the Effective Date, each of which must be satisfied or waived by the Debtor:

1. The Confirmation Order must have become a Final Confirmation Order.
2. No request for revocation of the Confirmation Order under § 1144 of the Bankruptcy Code shall have been made, or, if made, shall remain pending; and
3. All actions, documents and agreements necessary to implement the Plan shall have been effectuated or executed.

B. **Waiver of Conditions.** Each of the conditions set forth above may be waived in whole or in part by the Debtor in his/her sole and absolute discretion, without any notice to parties in interest or the Bankruptcy Court, and without a hearing. The Debtor's waiver of any one condition shall not be deemed a waiver of any other condition.

**ARTICLE X
EFFECT OF CONFIRMATION**

A. **Bankruptcy Court Jurisdiction.** Until the Effective Date, the Bankruptcy Court shall retain jurisdiction over the Debtor, his/her assets and the Estate. Thereafter, jurisdiction of the Bankruptcy Court shall be limited to the subject matters set forth in ARTICLE XI of this Plan.

B. **Binding Effect.** Except as otherwise provided in § 1141(d) of the Bankruptcy Code, on and after the Confirmation Date, the provisions of this Plan shall bind any holder of a Claim against the Debtor and such holder's respective successors and assigns, whether or not the Claim or Interest of such holder is impaired under the Plan and whether or not such holder has accepted the Plan.

C. **Discharge.**

1. The provisions of this Plan shall: (i) bind all Claimants, whether or not they accept this Plan, and (ii) except as otherwise provided in section C2 of this ARTICLE X, discharge the Debtor in accordance with Section 1141 of the Bankruptcy Code from all Claims, claims, debts and liabilities that arose before the Petition Date, and from any Claims, claims, debts and liabilities, including, without limitation, any Claims, claims, debts and liabilities of a kind specified in Sections 502(g), 502(h) or 502(i) of the Bankruptcy Code, that arose, or have been asserted against, the Debtor at any time before the entry of the Confirmation Order or that arise from any pre-Confirmation conduct of the Debtor, whether or not the Claims, claims, debts and liabilities are known or knowable by the Claimant. In addition, the distributions provided for under this Plan shall be in exchange for and in complete satisfaction, discharge, and release of all Claims against the Debtor or any of their assets or properties, including any Claim accruing after the Petition Date and prior to the Effective Date.

2. **Confirmation of this Plan does not, however, discharge any Claim provided for in this Plan (with the exception of the DUC Claim, which Claim treatment is set forth in Class 4 of this Plan) until the Court grants a discharge on completion of all payments under this Plan, or as otherwise provided in §1141(d)(5) of the Bankruptcy Code. Further, the Debtor will not be discharged from any debt excepted from discharge under §523 of the Bankruptcy Code, except as provided in Bankruptcy Rule 4007(c).**

3. **Temporary Plan Injunction.** Except as otherwise expressly provided in, or permitted under, this Plan, all Creditors are enjoined on and after the Effective Date against the: (i) commencement or continuation of any judicial, administrative, or other action or proceeding against the Debtor or Reorganized Debtor, as the case maybe, on account of Claims against the Debtor; (ii) enforcement, attachment, collection or recovery by any manner or means of any judgment, award, decree, or order against the Debtor or Reorganized Debtor, or any assets or property of same; or (iii) creation, perfection or enforcement of any encumbrance of any kind against the Debtor or Reorganized Debtor, as the case may be, arising from a Claim (the "**Plan Injunction**").

a. The Plan Injunction shall terminate on the earlier of: (i) the time the case is closed (exclusive of any administrative closing that might occur during the life of this Plan); (ii) the time the case is dismissed; and (iii) the time a discharge is granted or denied.

b. The Plan Injunction does not enjoin the prosecution of any claims that arise on or after the Effective Date nor does it enjoin the determination of the Allowed Amount of any Claims that arose prior to the Effective Date by a court of competent jurisdiction.

4. THE EXCLUSIVE REMEDY FOR THE HOLDER OF ANY CLAIM DEALT WITH UNDER THIS PLAN SHALL BE THE PLAN, INCLUDING, WITHOUT LIMITATIONS, THE DEFAULT PROVISIONS SET FORTH IN SECTION O OF ARTICLE XII.

D. **Exculpation.** The Debtor and his/her representatives, Professionals, advisors, attorneys, investment bankers, officers, directors, or agents shall neither have nor incur, and are hereby released from, any Claim, claim, obligation, Cause of Action or liability to one another or to any holder of a Claim, or any other party in interest, or any of its members, representatives, advisors, attorneys, financial advisors, investment bankers, agents or affiliates, or any of its successors or assigns, for any act or omission in connection with, relating to, or arising out of, the Case, the pursuit of Confirmation of the Plan, the consummation of this Plan, or the administration of this Plan or the property to be distributed under the Plan, except for: (i) claims which arise or relate to actions or omissions arising prepetition; and (ii) willful misconduct or gross negligence at any time. In all respects the Debtor shall be entitled to reasonably rely upon the advice of counsel with respect to their duties and responsibilities under this Plan.

**ARTICLE XI
JURISDICTION**

A. **Retention of Jurisdiction.** The Bankruptcy Court shall retain exclusive jurisdiction over this Case after Confirmation, notwithstanding consummation or substantial consummation, for the following purposes:

1. to consider and effect any modification of this Plan under § 1127 of the Bankruptcy Code;

2. to hear and determine all controversies, suits and disputes that arise in connection with the interpretation, implementation, effectuation, consummation or enforcement of this Plan;

3. to hear and determine all requests for compensation and/or reimbursement of expenses for the period commencing on the Petition Date through the Confirmation Date;

4. to hear and determine all objections to Claims, and to determine the appropriate classification of any Claim, and other controversies, suits and disputes that may be pending at or initiated after the Confirmation Date, except as provided in the Confirmation Order;

5. to hear and determine all claims that the Debtor, as debtor-in-possession *qua* trustee, could assert under the Bankruptcy Code;

6. to consider and act on such other matters consistent with this Plan as may be provided in the Confirmation Order;
7. to make such orders as are necessary and appropriate to carry out and implement the provisions of this Plan;
8. to approve the reasonableness of any payments made or to be made, within the meaning of § 1129(a)(4) of the Bankruptcy Code;
9. to exercise the jurisdiction granted pursuant to §§ 505(a) and (b) of the Bankruptcy Code to determine any and all federal, state, local and foreign tax liabilities of, and any and all refunds of such taxes paid by the Debtor;
10. to hear and determine any issues or matters in connection with any property not timely claimed as provided in this Plan;
11. to hear and determine any controversies with respect to any settlements approved by the Bankruptcy Court;
12. to determine any and all motions, applications, adversary proceedings and contested matters whether pending in the Case as of the Effective Date or brought subsequently by the Reorganized Debtor; and
13. to enter a final decree closing the Case.

B. **Failure of the Bankruptcy Court to Exercise Jurisdiction.** If the Bankruptcy Court abstains from exercising or declines to exercise jurisdiction over any matter arising under, in or related to the Estate, including with respect to the matters set forth herein, this ARTICLE XI shall not prohibit or limit the exercise of jurisdiction by any other court having competent jurisdiction with respect to such matter.

ARTICLE XII MISCELLANEOUS

- A. **Request for Relief Under Section 1129(b).** In the event any Class of Creditors shall fail to accept this Plan in accordance with § 1129(a) of the Bankruptcy Code, the Debtor requests the Bankruptcy Court to confirm this Plan in accordance with the provisions of § 1129(b) of the Bankruptcy Code.
- B. **Modification.** The Debtor may alter, amend or modify this Plan under § 1127 of the Bankruptcy Code or as otherwise permitted by law at anytime prior to Confirmation. Further, the Reorganized Debtor may also seek to modify the Plan at anytime after Confirmation and prior to substantial consummation of the Plan so long as the treatment of the holders of Allowed Claims is not materially or adversely affected.
- C. **Headings.** All headings utilized in this Plan are for convenience and reference only, and shall not constitute a part of this Plan for any other purpose.
- D. **Due Authorization.** Each and every Claim holder who elects to participate in the distributions provided for herein warrant that such Claim holder is authorized to accept, in consideration of such Claim against the Debtor, the distributions provided for in this Plan and that there are not outstanding commitments, agreements, or understandings, expressed or

implied, that may or can in any way defeat or modify the rights conveyed or obligations undertaken by such Claim holder under this Plan.

E. **Further Assurances and Authorizations.** The Debtor and/or the Reorganized Debtor, if and to the extent necessary, shall seek such orders, judgments, injunctions, and rulings that may be required to carry out further the intentions and purposes, and to give full effect to the provisions, of this Plan.

F. **Applicable Law.** Except to the extent that the Bankruptcy Code or other federal law is applicable, the rights, duties and obligations arising under this Plan shall be governed by and construed and enforced in accordance with the internal laws of the State of Texas without reference to the laws of other jurisdictions.

G. **Privileged Communications; Work Product.** For purposes of any proprietary, confidential or privileged information or communication, including attorney-client privileged communications, and documents that would otherwise constitute attorney work product, the Reorganized Debtor shall succeed to the interest of the Debtor and the Estate, to the extent provided by applicable law.

H. **No Interest.** Except as expressly stated in this Plan, or allowed by the Bankruptcy Court, no interest, penalty or late charge is to be Allowed on any Claim subsequent to the Filing Date.

I. **No Attorneys' Fees.** No attorneys' fees will be paid with respect to any Claim, other than Claims of professionals employed by the Debtor, except as specified herein or as allowed by a prior order of the Bankruptcy Court.

J. **Post-Confirmation Actions.** After Confirmation, the Reorganized Debtor may, with the approval of the Bankruptcy Court, and so long as it does not materially or adversely affect the interest of Creditors, remedy any defect or omission, or reconcile any inconsistencies in this Plan or in the Confirmation Order, in such manner as may be necessary to carry out the purposes and effect of this Plan.

K. **Post-Confirmation Conversion and/or Dismissal.** Any Creditor or interested party, in the event of a default under the terms of this Plan, may file a motion to dismiss or convert this case pursuant to § 1129 of the Bankruptcy Code after the Plan is confirmed. If the Bankruptcy Court orders the case converted to one under Chapter 7, then all property that had been property of the chapter 11 bankruptcy estate, and not previously disbursed under the terms of this Plan, shall revert in the Chapter 7 bankruptcy estate. Further, to the extent relief from stay had not previously been granted during the chapter 11 bankruptcy process, a new automatic stay shall be reimposed upon all property of the Chapter 7 bankruptcy estate.

L. **Substantial Consummation.** The Plan shall be deemed to have been substantially consummated when the Reorganized Debtor makes an initial distribution pursuant to the terms of the Plan.

M. **Notices.** All notices, requests, elections or demands in connection with the Plan shall be in writing and shall be deemed to have been given when received or, if mailed, five (5) days after the date of mailing provided such writing shall have been sent by registered or certified mail, postage prepaid, return receipt requested. Any notices required to be delivered to the Reorganized Debtor shall be addressed as follows:

Rose Marie Allegro
P.O. Box 671133
Dallas, TX 75367

With a copy to:

Robert T. DeMarco
DeMarco Mitchell, PLLC
1255 W. 15th Street, 805
Plano, TX 75075

N. **Notices and Distributions.** On and after the Effective Date, all notices, requests and distributions to Claimants shall be sent to the last known address of: (1) the Claimant or its/his/her attorney of record as reflected in the Claimant's proof of claim; or (2) if there is no such evidence of a last known address, to the last known address of the Claimant according to the books and records of the Debtor. Any Claimant may designate another address for the purposes of this Section by providing the Reorganized Debtor written notice of such address, which notice will be effective upon receipt by the Reorganized Debtor.

O. **Notice of Default.** Except as otherwise provided herein with respect to the treatment of a Class of Creditors, in the event of any alleged default under the Plan, any holder of an Allowed Claim must give a written default notice to the Reorganized Debtor with copies to counsel of record for the Reorganized Debtor specifying the nature of the default. Upon receipt of the default notice, the Reorganized Debtor shall have thirty (30) days to cure such default from the time of receipt of the default notice. If such default has not been cured within the applicable time period, the holder of such Allowed Claim may pursue any rights or remedies it may have under the Plan and/or applicable non-bankruptcy law, whether state, federal, or otherwise.

P. **Unclaimed Property.** If any property distributed under the Plan by the Reorganized Debtor remains unclaimed for a period of two (2) years the initial date of the attempted delivery such unclaimed property shall be forfeited by the Claimant and the unclaimed property and the right to receive it shall revert to and vest in the Reorganized Debtor free and clear of any claims, rights or interests.

Q. **Setoff.** Except as specifically provided in the Plan, no Creditor shall retain any contractual or statutory right to set off any asset in which the Debtor or Reorganized Debtor has an interest in satisfaction of that Creditor's pre-petition Claim. Any right to set off a claim against an asset of Debtor or the Reorganized Debtor which is not specifically retained is waived.

R. **No Admissions.** Notwithstanding anything herein to the contrary, nothing contained in this Plan shall be deemed an admission by the Debtor with respect to any matter set forth herein, including, without limitation, liability on any Claim or Interest or the propriety, any classification of any Claim or Interest, or the valuation of any property.

Respectfully submitted,

Dated: September 7, 2016

/s/ Rose Marie Allegro

Presented by:

/s/ Robert T. DeMarco

DeMarco•Mitchell, PLLC

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1255 W. 15th Street, 805

Plano, TX 75075

T 972-578-1400

F 972-346-6791

**Attorneys for the Debtor
and Debtor-in-Possession**

Exhibit 1

1. Debtor shall assume all leases with the tenants that reside in Tremont.
2. All other leases and or executory contracts are rejected.

Monthly Operating Report
CASH BASIS

CASE NAME: ANGEL INVESTMENT GROUP INC.
CASE NUMBER: 16-32029
JUDGE: STACY S. JERNIGAN

UNITED STATES BANKRUPTCY COURT
NORTHERN & EASTERN DISTRICTS OF TEXAS
REGION 6

MONTHLY OPERATING REPORT

MONTH ENDING: MAY 2016
MONTH YEAR

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (CASH BASIS) THROUGH CASH BASIS 6 AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. INFORMATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY: Jane Meyer
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY
Mary Alegro TITLE
PRINTED NAME OF RESPONSIBLE PARTY DATE 7-19-16

PREPARER: _____ TITLE _____
ORIGINAL SIGNATURE OF PREPARER _____ TITLE _____
PRINTED NAME OF PREPARER _____ DATE _____

7

Monthly Operating Report
CASH BASIS-1

CASE NAME: ANGEL INVESTMENT GROUP INC.
CASE NUMBER: Case #16.11029.HDH11

CASH RECEIPTS AND DISBURSEMENTS	MONTH			
	MAY	MONTH	MONTH	MONTH
1. CASH - BEGINNING OF MONTH	\$ 3,980.56			
RECEIPTS				
2. CASH SALES				
3. ACCOUNTS RECEIVABLE COLLECTIONS				
4. LOANS AND ADVANCES				
5. SALE OF ASSETS				
6. LEASE & RENTAL INCOME				
7. WAGES				
8. OTHER (ATTACH LIST)				
9. TOTAL RECEIPTS				
DISBURSEMENTS				
10. NET PAYROLL				
11. PAYROLL TAXES PAID				
12. SALES USE & OTHER TAXES PAID				
13. INVENTORY PURCHASES				
14. MORTGAGE PAYMENTS				
15. OTHER SECURED NOTE PAYMENTS				
16. RENTAL & LEASE PAYMENTS				
17. UTILITIES				
18. INSURANCE				
19. VEHICLE EXPENSES				
20. TRAVEL				
21. ENTERTAINMENT				
22. REPAIRS & MAINTENANCE				
23. SUPPLIES				
24. ADVERTISING				
25. HOUSEHOLD EXPENSES	583.77			
26. CHARITABLE CONTRIBUTIONS				
27. GIFTS				
28. OTHER (ATTACH LIST)				
29. TOTAL ORDINARY DISBURSEMENTS				
REORGANIZATION EXPENSES				
30. PROFESSIONAL FEES				
31. U.S. TRUSTEE FEES				
32. OTHER (ATTACH LIST)				
33. TOTAL REORGANIZATION EXPENSES	583.77			
34. TOTAL DISBURSEMENTS				
35. NET CASH FLOW				
36. CASH - END OF MONTH	33,996.79			

EXHIBIT "2"

Monthly Operating Report
CASH BASIS-1A

CASE NAME: ANGEL INVESTMENT GROUP INC.
CASE NUMBER: _____

CASH DISBURSEMENTS DETAIL: _____ MONTH: May

DATE	PAYER	PURPOSE	AMOUNT
N/A			
TOTAL CASH DISBURSEMENTS			

CK#	DATE	PAYEE	PURPOSE	AMOUNT
	5/23	SAMS	GROCCERIES	401.00
	5/23	SAMS	GAS	23.47
	5/23	TRADER JES	GROCCERIES	71.74
	5/23	SAMS	GROCCERIES	810.78
	5/23	CASH		300.00
	5/24	LDUE S	SUPPLIES	7.01
	5/26	SAMS	GAS	28.16
TOTAL BANK ACCOUNT DISBURSEMENTS				
TOTAL DISBURSEMENTS FOR THE MONTH				<u>7593.77</u>

(3)

Monthly Operating Report
CASH BASIS-2

CASE NAME: ANGEL INVESTMENT GROUP INC
CASE NUMBER: _____

BANK RECONCILIATIONS

Acct #1	Acct #2	Acct #3	TOTAL
A. BANK:			
B. ACCOUNT NUMBER:			
C. PURPOSE (TYPE):	DIP Acct	AMERICA COMMERCIAL	
1. BALANCE PER BANK STATEMENT			
2. ADD: TOTAL DEPOSITS NOT CREDITED		3406.78	
3. SUBTRACT: OUTSTANDING CHECKS		583.77	
4. OTHER RECONCILING ITEMS			
5. MONTH END BALANCE PER BOOKS			
6. NUMBER OF LAST CHECK WRITTEN			

INVESTMENT ACCOUNTS	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE	
N/A					
TOTAL INVESTMENTS					
CASH				32,483.77	
12. CURRENCY ON HAND				33,396.74	
13. TOTAL CASH - END OF MONTH				<u>33,396.74</u>	

7

(4)

Monthly Operating Report
CASH BASIS-3

CASE NAME: ANGEL INVESTMENT GROUP INC.
CASE NUMBER: 16-32029

ASSETS OF THE ESTATE		SCHEDULE AMOUNT	MONTH	MONTH	MONTH
SCHEDULE "A" REAL PROPERTY			MAY		
1.	CASH ON HAND				
2.	CHECKING, SAVINGS, ETC.	30,458.77			
3.	SECURITY DEPOSITS	3,140.74			
4.	HOUSEHOLD GOODS				
5.	BOOKS, PICTURES, ART				
6.	WEARING APPAREL				
7.	FURS AND JEWELRY				
8.	FIREARMS & SPORTS EQUIPMENT				
9.	INSURANCE POLICIES				
10.	ANNUITIES				
11.	EDUCATION				
12.	RETIREMENT & PROFIT SHARING				
13.	STOCKS				
14.	PARTNERSHIPS & JOINT VENTURES				
15.	GOVERNMENT & CORPORATE BONDS				
16.	ACCOUNTS RECEIVABLE				
17.	ALIMONY				
18.	OTHER LIQUIDATED DEBTS				
19.	EQUITABLE INTERESTS				
20.	CONTINGENT INTERESTS				
21.	OTHER CLAIMS				
22.	PATENTS & COPYRIGHTS				
23.	LICENSES & FRANCHISES				
24.	CUSTOMER LISTS				
25.	AUTOS, TRUCKS & OTHER VEHICLES				
26.	BOATS & MOTORS				
27.	AIRCRAFT				
28.	OFFICE EQUIPMENT				
29.	MACHINERY, FIXTURES & EQUIPMENT				
30.	INVENTORY				
31.	ANIMALS				
32.	CROPS				
33.	FARMING EQUIPMENT				
34.	FARM STRIPES				
35.	OTHER (ATTACH LIST)				
36.	TOTAL PERSONAL PROPERTY ASSETS	33,600.51			
37.	TOTAL ASSETS	33,600.51			

(5)

Monthly Operating Report
CASH BASIS-4

CASE NAME: ANGEL INVESTMENT GROUP INC.
CASE NUMBER: 16-32029

LIABILITIES OF THE ESTATE		SCHEDULE AMOUNT	MONTH	MONTH	MONTH
PREPETITION LIABILITIES			MAY		
1.	SECURED				
2.	PRIORITY TRGS	100,000.00			
3.	UNSECURED	437,924.44			
4.	OTHER (ATTACH LIST)				
5.	TOTAL PREPETITION LIABILITIES	537,924.44			
POSTPETITION LIABILITIES					
1.	FEDERAL INCOME TAXES				
2.	FICA/MEDICARE				
3.	STATE TAXES				
4.	REAL ESTATE TAXES				
5.	OTHER TAXES (ATTACH LIST)				
6.	TOTAL TAXES				
OTHER POSTPETITION LIABILITIES INCLUDING TRADE CREDITORS (LIST NAMES OF CREDITORS)					
7.					
8.					
9.					
10.					
11.					
12.					
13.					
14.					
15.					
16.					
17.					
18.					
19.					
20.					
21.					
22.					
23.					
24.					
25.					
26.					
27.					
28.					
29.	OR ADDITIONAL ATTACH LIST				
30.	TOTAL OF LINES 7-29				
31.	TOTAL POSTPETITION LIABILITIES				

I HAVE A TAX ATTORNEY WORKING ON MY TAX ISSUES,
TAX RETURNS

(1)

Monthly Operating Report
CASH BASIS-4A

CASE NAME: ANGEL INVESTMENT GROUP INC
 CASE NUMBER: 16-32024 MONTH: MAY

ACCOUNTS RECEIVABLE AGING		SCHEDULE AMOUNT	MONTH	MONTH	MONTH
1. 0 - 30					
2. 31 - 60					
3. 61 - 90					
4. 91 +					
5. TOTAL ACCOUNTS RECEIVABLE					
6. AMOUNT CONSIDERED UNCOLLECTIBLE					
7. ACCOUNTS RECEIVABLE (NET)					

AGING OF POSTPETITION TAXES AND PAYABLES W/K WORK

TAXES PAYABLE	0 - 30 DAYS	31-60 DAYS	90+ DAYS	Total
1. FEDERAL				
2. STATE				
3. LOCAL				
4. OTHER (ATTACH LIST)				
5. TOTAL TAXES PAYABLE				
6. ACCOUNTS PAYABLE				

STATUS OF POSTPETITION TAXES	BEGINNING TAX LIABILITY	AMOUNT WITHHELD OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY
1. FEDERAL				
2. WITHHOLDING				
3. FICA-EMPLOYEE				
4. FICA-EMPLOYER				
5. UNEMPLOYMENT				
6. INCOME				
7. OTHER (ATTACH LIST)				
8. TOTAL FEDERAL TAXES STATE AND LOCAL				
9. WITHHOLDING				
10. SALES				
11. EXCISE				
12. UNEMPLOYMENT				
13. REAL PROPERTY				
14. PERSONAL PROPERTY				
15. OTHER (ATTACH LIST)				
16. TOTAL STATE & LOCAL				
17. TOTAL TAXES				

(7)

Monthly Operating Report
CASH BASIS-5

CASE NAME: ANGEL INVESTMENT GROUP INC
 CASE NUMBER: 16-32024 MONTH: MAY

PAYMENTS TO INSIDERS AND PROFESSIONALS		INSIDERS	PROFESSIONALS	TTL PAID TO DATE	TOTAL INCURRED & UNPAID
1. NAME	TYPE OF PAYMENT	AMOUNT	AMOUNT PAID		
2. NAME	TYPE OF PAYMENT	AMOUNT	AMOUNT PAID		
3. NAME	TYPE OF PAYMENT	AMOUNT	AMOUNT PAID		
4. NAME	TYPE OF PAYMENT	AMOUNT	AMOUNT PAID		
5. NAME	TYPE OF PAYMENT	AMOUNT	AMOUNT PAID		
TOTAL PAYMENTS TO INSIDERS					

POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS		SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID CREDIT MONTH	TOTAL UNPAID POSTPETITION
1. NAME OF CREDITOR	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	
2. NAME OF CREDITOR	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	
3. NAME OF CREDITOR	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	
4. NAME OF CREDITOR	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	
5. NAME OF CREDITOR	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	
6. TOTAL				

(2)

Monthly Operating Report
CASH BASIS-6

CASE NAME: _____
CASE NUMBER: _____

MONTH: July

QUESTIONNAIRE	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		<input checked="" type="checkbox"/>
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBITOR IN POSSESSION ACCOUNT?		<input checked="" type="checkbox"/>
3. ARE ANY POSTPETITION RESERVABLES (ACCOUNTS, NOTES OR LOANS) DUE FROM RELATED PARTIES?		<input checked="" type="checkbox"/>
4. HAVE ANY PAYMENTS BEEN MADE ON REPETITION LIABILITIES THIS REPORTING PERIOD?		<input checked="" type="checkbox"/>
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		<input checked="" type="checkbox"/>
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		<input checked="" type="checkbox"/>
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?	<u>UNKNOWN</u>	
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?	<u>UNKNOWN</u>	
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?	<u>UNKNOWN</u>	
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		<input checked="" type="checkbox"/>
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		<input checked="" type="checkbox"/>
12. ARE ANY WAGE PAYMENTS PAST DUE?		<input checked="" type="checkbox"/>

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES", PROVIDE A DETAILED EXPLANATION OF EACH ITEM, ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSURANCE	YES	NO
1. ARE NECESSARY BUSINESS COVERAGE POLICIES IN EFFECT?		<input checked="" type="checkbox"/>
2. ARE ALL REQUIRED PAYMENTS PAID CURRENTLY?	<u>N/A</u>	
3. PLEASE ITEMIZE POLICIES BELOW	<u>N/A</u>	

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO" OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSTALLMENT PAYMENTS			
TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY

(7)

Monthly Operating Report
CASH BASIS

CASE NAME: KOSE ALEGBRO
CASE NUMBER: 16-32028
JUDGE: STACY G. JERKULICHAN

UNITED STATES BANKRUPTCY COURT
NORTHERN & EASTERN DISTRICTS OF TEXAS
REGION 6

MONTHLY OPERATING REPORT

MONTH ENDING: JUNE 2016
MONTH YEAR

IN ACCORDANCE WITH TITLE 28 SECTION 146, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (CASH BASIS-1 THROUGH CASH BASIS-6) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:

ORIGINAL SIGNATURE OF RESPONSIBLE PARTY: KOSE ALEGBRO TITLE: _____
PRINTED NAME OF RESPONSIBLE PARTY: KOSE ALEGBRO DATE: 7-19-16

PREPARER:

ORIGINAL SIGNATURE OF PREPARER: _____ TITLE: _____
PRINTED NAME OF PREPARER: _____ DATE: _____

(7)

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6/27 WITHDRAWAL 100.00
 6/27 ULTA HOME 27.55
 6/28 LIFELOCK HOME 29.22
 6/28 TARGET HOME 88.59
 6/28 BCBS HEALTH \$1,000.00
 6/29 LOBBLER HOME 27.06
 6/29 SAM'S FOOD 76.42
 6/30 EXXON GAS 35.71

Monthly Operating Report CASH BASIS-2

CASE NAME: ROSE ALLEGRA
 CASE NUMBER: 16-32028

BANK RECONCILIATIONS			
A. BANK:	Acct #1	Acct #2	Acct #3
B. ACCOUNT NUMBER:	WELLS FARGO		
C. PURPOSE (TYPE):	0530 DIP Acct		
1. BALANCE PER BANK STATEMENT	14,501.59		TOTAL
2. ADD: TOTAL DEPOSITS NOT CREDITED			
3. SUBTRACT: OUTSTANDING CHECKS	0		
4. OTHER RECONCILING ITEMS			
5. MONTH END BALANCE PER BOOKS			
6. NUMBER OF LAST CHECK WRITTEN	99		

INVESTMENT ACCOUNTS				
BANK ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
NA				
7.				
8.				
9.				
10.				
11. TOTAL INVESTMENTS				

CASH		
12. CURRENCY ON HAND		0
13. TOTAL CASH - END OF MONTH		14,501.59

(14)

Monthly Operating Report
CASH BASIS-3

CASE NAME: ROSIE ALEGRIO
CASE NUMBER: 16-32028

ASSETS OF THE ESTATE		SCHEDULE	MONTH	MONTH	MONTH	MONTH
SCHEDULE "A"		AMOUNT	JUNE			
1.	REAL PROPERTY					
2.						
3.						
4.	OTHER (ATTACH LIST)					
5.	TOTAL REAL PROPERTY ASSETS	1415,160	1415,160			
SCHEDULE "B"						
PERSONAL PROPERTY						
1.	CASH ON HAND	14,500.59	14,500.59			
2.	CHECKING SAVINGS, ETC.					
3.	SECURITY DEPOSITS					
4.	HOUSEHOLD GOODS	28,575	28,575			
5.	BOOKS, PICTURES, ART					
6.	WEARING APPAREL	400.00	400.00			
7.	FURS AND JEWELRY	12,300	12,300			
8.	FIREARMS & SPORTS EQUIPMENT					
9.	INSURANCE POLICIES					
10.	ANNUITIES					
11.	EDUCATION					
12.	RETIREMENT & PROFIT SHARING					
13.	STOCKS					
14.	PARTNERSHIPS & JOINT VENTURES					
15.	GOVERNMENT & CORPORATE BONDS					
16.	ACCOUNTS RECEIVABLE					
17.	ALIMONY	5,000.00	5,000.00			
18.	OTHER LIQUIDATED DEBTS					
19.	EQUITABLE INTERESTS					
20.	CONTINGENT INTERESTS					
21.	OTHER CLAIMS					
22.	PATENTS & COPYRIGHTS					
23.	LICENSES & FRANCHISES					
24.	CUSTOMER LISTS					
25.	AUTOS, TRUCKS & OTHER VEHICLES	90,994	90,994			
26.	BOATS & MOTORS	10,850	10,850			
27.	AIRCRAFT					
28.	OFFICE EQUIPMENT					
29.	MACHINERY, FIXTURES & EQUIPMENT					
30.	INVENTORY					
31.	ANIMALS					
32.	CROPS					
33.	FARMING EQUIPMENT					
34.	FARM SUPPLIES	5,000.00	5,000.00			
35.	OTHER (ATTACH LIST)					
36.	TOTAL PERSONAL PROPERTY ASSETS	1578,329.59	1,578,329.59			
37.	TOTAL ASSETS					

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Monthly Operating Report
CASH BASIS-4

CASE NAME: ROSIE ALEGRIO
CASE NUMBER: 16-32028

LIABILITIES OF THE ESTATE		SCHEDULE	MONTH	MONTH	MONTH	MONTH
DEFERRED		AMOUNT	JUNE			
1.	SECURED LIABILITIES	745,337.01				
2.	PRIORITY TAXES					
3.	UNSECURED TAXES					
4.	OTHER (ATTACH LIST)	457,743.16				
5.	TOTAL DEFERRED LIABILITIES					
POSTPETITION		DATE	AMOUNT	DUE	AMOUNT	
LIABILITIES		INCURRED	OWED	DATE	PAST DUE	
1.	FEDERAL INCOME TAXES					
2.	FICA/MEDICARE					
3.	STATE TAXES					
4.	REAL ESTATE TAXES					
5.	OTHER TAXES (ATTACH LIST)					
6.	TOTAL TAXES					
7.	OTHER POSTPETITION LIABILITIES INCLUDING TRADE CREDITORS (LIST NAMES OF CREDITORS)					
8.						
9.						
10.						
11.						
12.						
13.						
14.						
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19.						
20.						
21.						
22.						
23.						
24.						
25.						
26.						
27.						
28.						
29.	(SEE ADDITIONAL ATTACH LIST)					
30.	TOTAL OF LINES 7-29					
31.	TOTAL POSTPETITION LIABILITIES					

6

Monthly Operating Report
CASH BASIS-4A

CASE NAME: ROSE ALLEGRO
 CASE NUMBER: 16-32028
 MONTH: JUNE

ACCOUNTS RECEIVABLE AGING	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
1. 0 - 30				
2. 31 - 60				
3. 61 - 90				
4. 91 +				
5. TOTAL ACCOUNTS RECEIVABLE				
6. AMOUNT CONSIDERED UNCOLLECTIBLE				
7. ACCOUNTS RECEIVABLE (NET)				

MONTH: JUNE

AGING OF POSTPETITION TAXES AND PAYABLES	0-30 DAYS	31-60 DAYS	90+ DAYS	Total
1. FEDERAL				
2. STATE				
3. LOCAL				
4. OTHER (ATTACH LIST)				
5. TOTAL TAXES PAYABLE				

STATUS OF POSTPETITION TAXES	BEGINNING TAX LIABILITY	AMOUNT WITHHELD OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY
1. FEDERAL				
2. FICA-EMPLOYEE				
3. FICA-EMPLOYER				
4. UNEMPLOYMENT				
5. INCOME				
6. OTHER (ATTACH LIST)				
7. TOTAL FEDERAL TAXES STATE AND LOCAL				
8. WITHHOLDING				
9. SALES				
10. EXCISE				
11. UNEMPLOYMENT				
12. REAL PROPERTY				
13. PERSONAL PROPERTY				
14. OTHER (ATTACH LIST)				
15. TOTAL STATE & LOCAL				
16. TOTAL TAXES				

(7)

Monthly Operating Report
CASH BASIS-5

CASE NAME: ROSE ALLEGRO
 CASE NUMBER: 16-32028
 MONTH: JUNE

PAYMENTS TO INSIDERS AND PROFESSIONALS		INSIDERS		PROFESSIONALS	
NAME	TYPE OF PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TTL PAID TO DATE	TOTAL INCURRED & UNPAID
1. <u>INSIDERS</u>					
2.					
3.					
4.					
5.					
TOTAL PAYMENTS TO INSIDERS					

POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS		AMOUNTS		TOTAL	
NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	PAID CURRENT MONTH	UNPAID UNPAID PETITION	UNPAID UNPAID PETITION	UNPAID UNPAID PETITION
1.					
2.					
3.					
4.					
5.					
6. TOTAL					

(8)

Monthly Operating Report
CASH BASIS 6

CASE NAME: Rose Alvarado
 CASE NUMBER: 16-32028 MONTH: JUNE

QUESTIONNAIRE

1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED DURING THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?	YES	NO
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBITOR IN POSSESSION ACCOUNT (LOANS) DUE FROM RELATED PARTIES?		<input checked="" type="checkbox"/>
3. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?		<input checked="" type="checkbox"/>
4. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		<input checked="" type="checkbox"/>
5. HAVE ANY POSTPETITION PATROLL TAXES BEEN PAID?		<input checked="" type="checkbox"/>
6. HAVE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES BEEN PAID?		<input checked="" type="checkbox"/>
7. HAVE ANY OTHER POSTPETITION TAXES BEEN PAID?		<input checked="" type="checkbox"/>
8. ARE ANY ACCOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		<input checked="" type="checkbox"/>
9. HAVE ANY WAGE PAYMENTS BEEN PAID DURING THE REPORTING PERIOD?		<input checked="" type="checkbox"/>
10. ARE ANY WAGE PAYMENTS PAID DURING THE REPORTING PERIOD?		<input checked="" type="checkbox"/>

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES", PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSURANCE

1. ARE YOU CURRENTLY COVERED BY ANY LIFE, ACCIDENT, OR SICKNESS INSURANCE POLICY?	YES	NO
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?	<input checked="" type="checkbox"/>	
3. RELEASE HEREAFTER POLICIES BELOW		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO" OR IF ANY POLICIES HAVE BEEN CANCELED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSTALLMENT PAYMENTS

TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY

I HAVE A TAX ATTORNEY WORKING TO ADDRESS MY TAX LIABILITIES

19

Monthly Operating Report
CASH BASIS

CASE NAME: Rose Alvarado
 CASE NUMBER: 16-32028-11
 JUDGE: STANLEY B. GARNETT

UNITED STATES BANKRUPTCY COURT
 NORTHERN & EASTERN DISTRICTS OF TEXAS
 REGION 6

MONTHLY OPERATING REPORT
 MONTH ENDING: JUNE 30, 2016

IN ACCORDANCE WITH TITLE 28, SECTION 156, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (CASH BASIS) THOROUGHLY (CASH BASIS 6) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:

ORIGINA SIGNATURE OF RESPONSIBLE PARTY: Rose Alvarado TITLE: OWNER
 PRINTED NAME OF RESPONSIBLE PARTY: Rose Alvarado DATE: 8-15-16

PREPARER:

ORIGINA SIGNATURE OF PREPARER: _____ TITLE: _____
 PRINTED NAME OF PREPARER: _____ DATE: _____

Monthly Operating Report
CASH BASIS-2

CASE NAME: Karla Marie Allister
 CASE NUMBER: 16-32028-11

BANK RECONCILIATIONS			
	Acct #1	Acct #2	Acct #3
A. BANK			
B. ACCOUNT NUMBER			
C. PURPOSE (TYPE)			
1. BALANCE PER BANK STATEMENT			TOTAL
2. ADJ. TOTAL DEPOSITS NOT CREDITED			
3. SUPPLEMENT OUTSTANDING CHECKS			
4. OTHER RECONCILING ITEMS			
5. MONTH END BALANCE PER BOOKS			
6. NUMBER OF LAST CHECK WRITTEN			

INVESTMENT ACCOUNTS				
BANK ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
1.				
2.				
3.				
4.				
5.				
6.				
7.				
8.				
9.				
10.				
11. TOTAL INVESTMENTS				

CASH	
12. CURRENCY ON HAND	
13. TOTAL CASH - END OF MONTH	

Monthly Operating Report
CASH BASIS-3

CASE NAME: Karla Marie Allister
 CASE NUMBER: 16-32028-11

ASSETS OF THE ESTATE					
SCHEDULE "A" REAL PROPERTY	SCHEDULE "B" PERSONAL PROPERTY	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
1. OTHER ATTACHMENTS					
2. TOTAL REAL PROPERTY ASSETS					
3. TOTAL REAL PROPERTY ASSETS					
4. OTHER ATTACHMENTS					
5. TOTAL REAL PROPERTY ASSETS					
6. TOTAL REAL PROPERTY ASSETS					
7. TOTAL REAL PROPERTY ASSETS					
8. TOTAL REAL PROPERTY ASSETS					
9. TOTAL REAL PROPERTY ASSETS					
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11. TOTAL REAL PROPERTY ASSETS					
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13. TOTAL REAL PROPERTY ASSETS					
14. TOTAL REAL PROPERTY ASSETS					
15. TOTAL REAL PROPERTY ASSETS					
16. TOTAL REAL PROPERTY ASSETS					
17. TOTAL REAL PROPERTY ASSETS					
18. TOTAL REAL PROPERTY ASSETS					
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57. TOTAL REAL PROPERTY ASSETS					
58. TOTAL REAL PROPERTY ASSETS					
59. TOTAL REAL PROPERTY ASSETS					
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Monthly Operating Report
(CASH BASIS-4)

CASE NAME: WAGE MATRICK ATTORNEY
 CASE NUMBER: 16-32028-11

MONTH: July

LIABILITIES OF THE ESTATE		DATE	AMOUNT	DATE	AMOUNT
POSTPETITION	PREPETITION	INCURRED	OWED		PAST DUE
1. FEDERAL INCOME TAXES					
2. FICA/MDI/DIARY					
3. STATE TAXES					
4. REAL ESTATE TAXES					
5. OTHER TAXES (ATTACH LIST)					
6. TOTAL TAXES					
OTHER POSTPETITION LIABILITIES INCLUDING TRADE CREDITORS & LIST NAMES OF CREDITORS					
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29. (IF ADDITIONAL ATTACH LIST)					
30. TOTAL OF LINES 7-29					
31. TOTAL POSTPETITION LIABILITIES					

Monthly Operating Report
(CASH BASIS-4A)

CASE NAME: WAGE MATRICK ATTORNEY
 CASE NUMBER: 16-32028-11

MONTH: July

ACCOUNTS RECEIVABLE AGING		DATE	AMOUNT	DATE	AMOUNT
1. 0-30					
2. 31-60					
3. 61-90					
4. 91+					
5. TOTAL ACCOUNTS RECEIVABLE					
6. AMOUNT CONSIDERED UNCOLLECTIBLE					
7. ACCOUNTS RECEIVABLE NET					

AGING OF POSTPETITION TAXES AND PAYABLES		DATE	AMOUNT	DATE	AMOUNT
1. FEDERAL					
2. STATE					
3. LOCAL					
4. OTHER (ATTACH LIST)					
5. TOTAL TAXES PAYABLE					
6. ACCOUNTS PAYABLE					

STATUS OF POSTPETITION TAXES		DATE	AMOUNT	DATE	AMOUNT
1. WITHHOLDING					
2. FICA/MDI/OTHER					
3. FICA/MDI/OTHER					
4. EMPLOYMENT					
5. INCOME					
6. OTHER (ATTACH LIST)					
7. TOTAL FEDERAL TAXES					
8. WITHHOLDING					
9. SALES					
10. EXCISE					
11. UNEMP. COMP.					
12. REAL PROPERTY					
13. PERSONAL PROPERTY					
14. OTHER (ATTACH LIST)					
15. TOTAL STATE & LOCAL					
16. TOTAL TAXES					

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