

RAINES FELDMAN LLP
David Castleman (State Bar No. 326812)
dcastleman@raineslaw.com
1800 Avenue of the Stars, 12th Floor
Los Angeles, California 90067
Telephone: (310) 440-4100
Facsimile: (310) 691-1367

Counsel to Successor Receiver

UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN FRANCISCO DIVISION

SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

v.

JOHN V. BIVONA; SADDLE RIVER
ADVISORS, LLC; SRA
MANAGEMENT ASSOCIATES,
LLC; FRANK GREGORY
MAZZOLA,

Defendants, and

SRA I LLC; SRA II LLC; SRA III
LLC; FELIX INVESTMENTS, LLC;
MICHELE J. MAZZOLA; ANNE
BIVONA; CLEAR SAILING GROUP
IV LLC; CLEAR SAILING GROUP V
LLC,

Relief Defendants.

Case No. 3:16-cv-01386-EMC

**RECEIVER KATHY BAZOIAN PHELPS’
INTERIM STATUS REPORT FOR
FIRST QUARTER 2022**

Date: No Hearing Set
Time: No Hearing Set
Judge: Edward M. Chen

1 Kathy Bazoian Phelps, the successor receiver herein (the “Receiver”), hereby files her
2 Interim Status Report for the First Quarter 2022. In this past quarter, as set forth herein, the
3 Receiver continued to work with her advisers to explore options for disposition of the remaining
4 three non-public securities in the estate. The Receiver also worked with her advisers to prepare the
5 estate tax returns and an analysis of the distribution plan in the context of the tax benefits and
6 liabilities arising from the administration of the securities in 2020 and 2021. The Receiver is
7 evaluating possible modification of the distribution plan which will be the subject of a motion if
8 and when appropriate, so that the estate can be administered as expeditiously as possible. In this
9 status report, the Receiver summarizes the distributions that have now been completed and
10 provides an overview of the significant remaining open issues.

11 **I. STATEMENT OF FACTS**

12 **A. Procedural History**

13 1. On October 11, 2016, the District Court for the Northern District of California
14 (“Court”) entered a Temporary Restraining Order and Order to Show Cause why Preliminary
15 Injunction Should Not Be Granted (the “TRO”).

16 2. Pursuant to the TRO, Sherwood Partners was appointed as the temporary receiver
17 over the assets of SRA Management Associates, LLC, SRA I, LLC, SRA II, LLC, SRA III, LLC,
18 SRA Management Associates, Clear Sailing Group IV, LLC, Clear Sailing Group V, LLC, Felix
19 Multi-Opportunity Fund I, LLC, Felix Multi-Opportunity Fund II, LLC, Felix Management
20 Associates, LLC, NYPA Fund I, LLC, NYPA Fund II, LLC, and NYPA Management Associates,
21 LLC (the “Receivership Entities”).

22 3. Pursuant to the Revised Order Appointing Receiver entered on February 27, 2019
23 (the “Receiver Order”), Kathy Bazoian Phelps was appointed as the successor receiver over the
24 Receivership Entities. Pursuant to Minute Order entered on June 27, 2019, Solis Associates Fund
25 was substantively consolidated with the Receivership Entities.

26 4. The Court approved the Distribution Plan in this case, with the possibility for
27 potential future adjustments relating to Failed Investment claims and the claim of Joshua Cilano,
28 and an Amended Order was entered on May 25, 2020 [Doc. 613].

1 5. Following Court approval of the Plan, the Receiver has met with the Investor
2 Advisory Committee on a number of occasions regarding implementation of the Plan. They have
3 discussed the disposition of both the publicly traded securities as well as the pre-IPO securities.

4 6. On April 23, 2021, the Receiver and her counsel moved to the Raines Feldman
5 LLP law firm (“Raines Feldman”). On April 28, the Receiver filed a motion to employ Raines
6 Feldman as counsel retroactive to April 23 [Doc. 652]. On May 10, the Court granted the motion,
7 and terminated Diamond McCarthy as counsel as of April 22. The Receiver continues to update
8 her new website at www.raineslaw.com/saddle-river-receiver regarding the filings in the case and
9 the status of upcoming matters.

10 **B. Summary of Cash and Asset Distributions**

11 7. On July 13, 2020, the Receiver filed a motion for court approval of the first interim
12 distribution of publicly traded securities (Bloom Energy, Cloudera, Dropbox, Lyft, MongoDB,
13 Pinterest, Snapchat and Uber) [Doc. 617], in which the Receiver attached schedules for the sale of
14 publicly traded securities to fund the Plan Fund and Tax Holding Accounts, the percentage of
15 securities to be held in an administrative reserve pending the final resolution of tax liabilities of
16 the estate, and the distribution of securities to Class 4 Claimants. The Court approved the motion
17 on July 20, 2020 [Doc. 619]. Following the Court’s approval of the motion, the Receiver
18 instructed her broker to sell the appropriate amount of publicly traded securities and has worked
19 with her counsel and brokerage firm to engage in the lengthy process of distributing the publicly
20 traded securities to claimants, as set forth in more detail herein. That distribution is complete,
21 including the slight modification to the Plan on behalf of ELIV Group, which is the subject of a
22 restitution order by the United States Attorney for the Northern District of New York [Doc. 627].

23 8. At the end of September 2020, Palantir Technologies, Inc. (“Palantir”) prepared to
24 go public via a direct listing. As part of that process, the Receiver entered into a lock-up
25 agreement upon obtaining Court approval to do so [Doc. 626], and thereafter transferred
26 approximately 20% of the shares that were unrestricted to her brokerage account. The Receiver
27 instructed her broker to sell sufficient shares to fund the Plan Fund and Tax Holding Account
28 pursuant to the Plan. That sale of 966,995 shares was completed at the beginning of October,

1 leaving 4,773,254 Palantir shares in the estate at that time.

2 9. In November 2020, the Receiver made a motion to make an interim cash
3 distribution to Class 3 claimants, in the amount of 80% of their claims, or a total of
4 \$7,721,752.95. The Court approved that motion on November 9, 2020 [Doc. 631], and the
5 Receiver promptly began making distributions thereafter. Those distributions are complete. The
6 remaining 20%, a total of \$1,930,438.28, remain Class 3 claims. The Receiver expects to pay the
7 remaining amount on the Class 3 claims once the tax liabilities of the Receivership are finalized,
8 assuming there are sufficient funds to do so.

9 10. In February 2021, the Receiver made a motion to distribute the remaining Palantir
10 shares, after selling those necessary to fund the Tax Holding Account and the newly created
11 Palantir Administrative Reserve, a slight modification to the Plan to hold the reserve as cash
12 instead of stock, which allowed for more shares to be distributed to claimants [Doc. 638]. This
13 Court approved the motion on February 26, 2021 [Doc. 642]. Of the 4,773,254 shares remaining
14 in the estate, (a) 1,052,465 shares were sold to fund the Tax Holding Account to pay known tax
15 liabilities of the Receivership; (b) 716,003 shares were sold to fund the Palantir Administrative
16 Reserve for potential tax liabilities of the Receivership; and (c) 3,004,786 shares were allocated
17 for distribution to claimants. Per the ELIV court order [Doc. 627], the 29,618 shares that would
18 have been otherwise distributed to ELIV were also sold and the proceeds distributed to the court
19 overseeing the ELIV restitution fund. The Receiver distributed the remaining 2,975,168 to
20 claimants in the first two quarters of 2021. There are no more Palantir Shares left in the estate,
21 and the Palantir Administrative Reserve has \$13,133,561.58 in cash as of March 31, 2022.

22 11. On May 24, 2021, soon after the lockup period for Airbnb Inc. (“Airbnb”) expired,
23 the Receiver received into the estate’s brokerage account 22,250 unrestricted shares of Airbnb,
24 representing the entirety of the estate’s Airbnb shares. On May 25, 2021, the Receiver made a
25 motion to distribute the Airbnb shares, after selling those necessary to fund the Plan Fund, the
26 Tax Holding Account and the newly created Airbnb Administrative Reserve, a slight modification
27 to the Plan to hold the reserve as cash instead of stock, which allowed for more shares to be
28 distributed to claimants [Doc. 657]. This Court approved the motion on June 6, 2021 [Doc. 659].

1 The Receiver sold 8,626 shares of Airbnb on June 7, 2021, and distributed the remaining 13,624
2 shares to claimants by June 11, 2021. There are no more Airbnb shares left in the estate, and the
3 Receiver has transferred the proceeds of the sale to the Plan Fund, the Tax Holding Account, and
4 the Airbnb Reserve Account that has been established. The Airbnb Reserve holds \$118,172.34 as
5 of March 31, 2022.

6 12. The receivership estate realized substantial gains from both the disposition of the
7 Palantir shares and also the disposition of other securities. As a result, during 2021 the Receiver,
8 in consultation with her tax advisers, made estimated tax payments totaling \$23,315,000 to the
9 United States Treasury and estimated tax payments totaling \$6,265,000 to the California
10 Franchise Tax Board.

11 13. On August 6, 2021, the Receiver filed a motion with the Court to convert the
12 remaining administrative stock reserves of the publicly traded securities (Bloom Energy,
13 Cloudera, Dropbox, Lyft, MongoDB, Pinterest, Snapchat and Uber) to cash as needed, and to
14 distribute the remaining shares to claimants [Doc. 663]. The Court granted the motion on August
15 22, 2021 [Doc. 665]. The Receiver completed the sale and distribution within the following four
16 weeks, and the receivership estate is no longer in possession of publicly traded securities. The
17 cash reserves generated upon the sale on account of these publicly traded securities is
18 \$1,115,569.30 and is currently being held in the Tax Holding Account until the filing of the 2021
19 tax return, as discussed below in Part IV.D.

20 14. On November 17, 2021, an additional \$32,039.21 was deposited in the Anne
21 Bivona Wells Fargo account currently held by the Receivership estate, by the Securities and
22 Exchange Commission ("SEC"), which were funds paid to the SEC on account of its claim in the
23 John Bivona bankruptcy.

24 15. On November 24, 2021, after considerable due diligence in analyzing the potential
25 market for the disposition of the estate's Evernote shares, the Receiver filed a motion with the
26 Court to approve a private sale of the receivership estate's position in Evernote [Doc. 670]. The
27 Receiver, in consultation with the SEC and the Investor Advisory Committee ("IAC"), concluded
28 that a public offering within the next few years was unlikely and that \$1 per share was a fair price,

1 especially in light of the tax benefit to be obtained for the estate. After a hearing held on
2 December 9, 2021, the Court granted the motion on December 10 [Doc. 674], and the transaction
3 closed on December 14, 2021. The Receiver is holding the proceeds from that sale in a newly
4 opened segregated account for Evernote investors.

5 16. The estate continues to hold shares in three pre-IPO securities (Addepar, Lookout,
6 and ZocDoc). The Receiver continues to monitor the possibility that any of those companies will
7 undergo a public offering that will result in a liquidity event. The Receiver is also currently
8 working with her advisers, and in consultation with the SEC and the IAC, to explore possibilities
9 for monetizing those securities, such that the value may be distributed to claimants in those
10 securities.

11 17. The Receiver worked with her advisers to finalize the 2021 tax return, which she
12 filed on April 12, 2022, and will result in a refund of \$334,322 to the estate, plus an additional
13 \$6,500 that will be rolled forward for the 2022 return. The Receiver is also considering a motion
14 for modification of the Distribution Plan, and is consulting with the SEC and the IAC concerning
15 that motion, which the Receiver believes will enable her to administer the estate in an equitable
16 and expeditious manner.

17 **II. ASSET ADMINISTRATION**

18 **A. Ben Sabrin and the MongoDB Shares**

19 The Receiver has continued to collect the installment payments on the settlement reached
20 with Ben Sabrin relating to the 6,250 shares of MongoDB that he owed to the estate. Sabrin is to
21 pay a settlement of \$402,000 to the estate. He has paid \$350,666.66 of the settlement sum to date,
22 and the remainder of which will be paid in installments, the last of which is due on October 1,
23 2022. The Receiver executed the settlement agreement with Ben Sabrin and moved this Court for
24 approval of that agreement [Doc. 644] on March 19, 2021. The Court approved the settlement on
25 March 24 [Doc. 646].

26 **B. Summary of Securities Holdings**

27 The following chart identifies the net beneficial shares owned by the estate of all known
28 securities at the time of approval of the Plan and the claims against them:

	Company	Total Shares	Shares Claimed by Investors¹
1			
2	Addepar, Inc.	995,509	995,509
3	Airbnb	22,250	22,250 ²
4	Bloom Energy Inc.	147,429	139,576
5	Cloudera, Inc.	37,639	37,639
6	Dropbox, Inc.	46,000	45,999
7	Evernote Corp.	96,108	88,287
8	Lookout, Inc.	174,798	171,797
9	Lyft, Inc.	9,479	9,479
10	MongoDB Inc.	20,000	22,175
11	Palantir Inc.	5,740,249	5,895,855
12	Pinterest, Inc.	23,206	23,206
13	Snap, Inc.	31,172	31,173
14	Uber Inc.	500	500
15	ZocDoc, Inc.	21,599	21,598

All of the publicly traded securities have been distributed or sold as of this time, the shares in Evernote have been sold, and the estate continues to hold only the pre-IPO securities for Addepar, Inc., Lookout, Inc., and ZocDoc, Inc.

C. John Bivona Bankruptcy

The Receiver has resolved all issues relating to competing claims to certain funds that were frozen at TD Bank during the last reporting period and, in connection with the settlement, released all claims against the bankruptcy estate. The Receiver received two checks from TD Bank in the amounts of \$84,470.43 and \$216,373.19 pursuant to a settlement which were deposited into the Receivership checking account. The SEC received a distribution from the Bivona estate on account of its claim, in the amount of \$32,039.21, which were deposited into the segregated Anne Bivona account held by the receivership estate on November 17, 2021.

III. CLAIMS ADMINISTRATION

The claims bar date has passed, and no new claims were filed in the first quarter 2022.

¹ For Bloom Energy (7 shares), Dropbox (2 shares), MongoDB (4 shares), and Palantir (2 shares), the Receiver made slight adjustments to the totals due to the fact that the original summations contained minor rounding errors.

² Reflects a 2:1 split.

1 During the third quarter 2020, one investor contacted the Receiver to claim that he had not been
2 contacted during the claims process, but he has not followed up since. No claim has been allowed
3 in connection with that inquiry.

4 The distributions on account of allowed claims have been taking place pursuant to the
5 approved Plan of Distribution as set forth herein.

6 **IV. PLAN APPROVAL AND IMPLEMENTATION**

7 **A. Plan Approval and Modifications**

8 The Receiver's primary task in this case was to assist the Court in putting a distribution
9 plan in place and then ultimately in implementing that plan. After a series of hearings and
10 substantial briefing, the Court granted the motion approving the Receiver's Plan on May 25,
11 2020, and disposed of various other open issues [Doc. 613].

12 The Court-approved Plan, in summary, provides that investors will receive some of their
13 claimed shares back if and only if an IPO event has occurred for a particular company in which
14 shares are claimed, and creditors will receive some cash back. Some of the shares held in the
15 estate will be liquidated to create the Plan Fund as described in the Plan, which will be used to
16 pay cash to administrative and unsecured creditors. Some of the shares will be liquidated to pay
17 the tax liability associated with the sale and distribution of the shares.

18 Shares that remain pre-IPO at this time will not yet be distributed or liquidated without
19 any modification to the Plan as the Plan requires that the shares first have an IPO or liquidity
20 event prior to distribution. Largely in recognition that a substantial tax benefit to the estate could
21 be realized if the estate's shares in Evernote were sold in 2021, the Receiver included in her
22 motion to approve the sale of Evernote permission to modify of the Plan in order to accomplish
23 that sale. The proceeds from that sale are being held in reserve in a segregated account, and how
24 they will be allocated under the Plan will be the subject of a separate motion made to the Court.

25 The Plan also provided that the estate was allowed retain some of the shares of the
26 publicly traded securities in an administrative stock reserve after the first interim distribution,
27 until the final tax liabilities of the estate could be determined. In February 2021, the Receiver
28 determined, when planning to distribute Palantir, that she could distribute far more shares if the

1 administrative reserve was held as cash, as the estate would not be exposed to price fluctuations in
 2 the stock. The Receiver therefore moved to modify the Plan as such, and no opposition was
 3 received. In making the motions to distribute Airbnb in June 2021 and the remaining publicly
 4 traded securities in August 2021, the Receiver also sought authority to implement the
 5 administrative cash reserve with respect to all ten publicly traded securities, which authority was
 6 granted.

7 **B. Summary of Sale and Distribution of Publicly Traded Securities**

8 As set forth above, there were ten publicly traded securities in the estate that have been
 9 sold for the benefit of the estate or distributed to Class 4 claimants: Airbnb, Bloom Energy,
 10 Cloudera, Dropbox, Lyft, MongoDB, Palantir, Pinterest, Snapchat, and Uber (the “Publicly
 11 Traded Securities”). Two of those, Palantir and Airbnb, had a liquidity event after the Plan was
 12 approved and were sold or distributed in March 2021 and June 2021, respectively. The other eight
 13 were initially sold or distributed in July and August 2020 soon after the Plan was approved, and
 14 the administrative stock reserve for those eight was sold or distributed in August 2021. The
 15 disposition of the Publicly Traded Securities is summarized as follows:

16 Stock	Shares Owned by Estate	Shares Distributed to Investors	Shares sold for Plan Fund / Tax Reserves	Proceeds from Sale	Contribution to Plan Fund	Amount for Taxes and Reserves
17 Airbnb	22,250	13,624	8,626	\$1,275,805.29	\$252,796.20	\$1,023,009.09
18 Bloom	147,428	71,123	76,305	\$1,392,017.38	\$1,117,350.00	\$274,667.38
19 Cloudera	37,639	20,904	16,735	\$196,212.91	\$191,174.00	\$5,038.91
Dropbox	46,000	17,569	28,431	\$664,204.53	\$535,038.00	\$129,166.53
20 Lyft	9,479	6,926	2,553	\$81,128.28	\$75,227.00	\$5,901.28
MongoDB	20,000	11,618	8,382	\$1,863,654.12	\$300,697.00	\$1,562,957.12
21 Palantir	5,740,249	3,004,786	2,735,463	\$53,897,053.89	\$9,765,512.00	\$44,131,541.89
Pinterest	23,206	14,846	8,360	\$233,610.82	\$165,141.00	\$68,469.82
22 Snapchat	31,172	18,953	12,219	\$537,402.31	\$164,946.00	\$372,456.31
Uber	500	321	179	\$5,677.30	\$5,816.00	-\$138.70

23 The Plan provides that a distribution schedule for each investment company was to be
 24 filed with the Court and approved before any distributions are made, and the Receiver did so for
 25 each of the four distribution motions. The Receiver also created final distribution schedules for
 26 each of the ten Publicly Traded Securities, showing the gross investment, allowed shares, shares
 27 sold, and shares distributed for each investor, anonymized by investor ID. Copies of those final
 28 schedules, and a copy of the Distribution Plan, are available on the Claims and Distributions

1 section of the Receiver’s website at <https://www.raineslaw.com/saddle-river-receiver/claims/>.

2 A number of claimants raised questions as to the appropriate tax basis of the shares that
3 were distributed to them, especially given that the information provided by Wells Fargo did not
4 necessarily reflect the investor’s individual basis nor could it reasonably do so. The Court
5 therefore ordered as follows: “Claimants are hereby instructed that they are required to determine
6 their own tax basis with respect to any shares actually distributed to them, regardless of any
7 information provided via the Depository Trust Company transfer by Wells Fargo Securities or any
8 other broker of the estate.” [Doc. 665 ¶ 9].

9 **C. Distribution of Cash to Class 3 Claimants**

10 The Plan also allowed class 3 cash claims for a total amount of \$9,652,191.23. After the
11 sale of Palantir to contribute to the Plan Fund in October 2020, the Plan Fund had over \$12
12 million. The Receiver distributed 80% of the Class 3 claims, or \$7,721,752.95, to claimants
13 pursuant to the Court’s order dated November 9, 2020 [Doc. 631]. The remainder of the Plan
14 Fund is intended to be used to satisfy Class 1 administrative claims and the final 20% of the Class
15 3 cash claims. At present, the Receiver anticipates that she will be able to make a final
16 distribution on those Class 3 cash claims once the final tax liabilities of the estate are determined,
17 provided that there is no significant increase in those tax liabilities.

18 The Receiver notes one attorneys’ lien which has been asserted against one of the
19 unsecured creditor claims, which is contested by the claimant. The Receiver has urged the
20 attorney and the creditor to resolve their dispute and has advised them that, absent a written
21 resolution, the Receiver will be unable to make a distribution on account of that claim with
22 respect to the disputed amount. If the dispute remains unresolved as of the time that the Receiver
23 makes a final distribution, the Receiver may be required to interplead the disputed funds.

24 **D. Sale of Evernote Securities**

25 On November 24, 2021, the Receiver moved the Court for authority to consummate a
26 proposed transaction by which the estate would sell its 96,108 shares in Evernote to Equity
27 Acquisition Company Ltd. (“EAC”) for \$1 per share [Doc. 670]. Prior to the sale, the Receiver
28 consulted with the SEC and the IAC, and performed substantial due diligence on the secondary

1 market including speaking to a number of brokers who specialize in trading pre-IPO securities.
2 The Receiver concluded that a liquidity event for Evernote in the next few years was unlikely, and
3 that \$1 per share was a fair price and in the best interest of the estate. The transaction also
4 satisfied the receivership estate's obligation under a separate settlement agreement with EAC,
5 approved by the Court on January 15, 2020 [Doc. 550], to transfer 3,892 shares of Evernote to
6 EAC. The Court held a hearing on December 9, 2021, and no objection by any party was lodged
7 before or during the hearing. The Court granted the motion on December 10, 2021 [Doc. 674],
8 and the transaction closed on December 14, 2021. By closing the Evernote transaction in the
9 calendar year 2021, the Receiver realized a tax benefit of \$297,984.40.

10 **E. Remaining Items to Implement and Upcoming Proposed Motion**

11 The Court approved the distribution plan motion and decided most of the open issues in its
12 ruling on May 25, 2020 [Doc. 613]. However, the Court deferred ruling on two issues raised in
13 the motion practice concerning the distribution plan: (1) how to treat any tax benefits generated
14 by the Failed Investments, and (2) whether to approve the claim of Joshua Cilano, which if
15 approved would be a Class 6 claim and therefore would only be evaluated if there are sufficient
16 funds to distribute to a putative Class 6 [Doc. 613, ¶¶ 5, 8].

17 The Receiver is evaluating the equities of the Distribution Plan and how to best address
18 the open issues in the Plan, the known tax consequences, the determination of deficiency claims,
19 and the priorities of distributions. The Receiver anticipates preparing a motion that will address
20 these issues after consultation with the SEC and the IAC.

21 **V. CASH RESERVES AND ESTIMATED TAX PAYMENTS**

22 Last year, with the sale and distribution of a number of publicly traded securities for a
23 substantial gain, the Receiver was required to make substantial tax payments, which she prepaid
24 with estimated tax payments. As a result of the Receiver's conservative tax management, the
25 2021 tax return filed on April 14, 2022, will result in a combined refund of \$334,322 for federal
26 and state taxes plus \$6,500 to be rolled forward to cover 2022 taxes. The tax refunds are expected
27 to be paid sometime in the Second or Third Quarter barring any unforeseen circumstance. Those
28 funds will be added to the Tax Holding Account, which as of March 31, 2022, had a balance of

1 \$4,755,191.43.

2 As of March 31, 2022, the Palantir Administrative Reserve had \$13,133,561.58, the
3 MongoDB Administrative Reserve had \$350,710.74, the Airbnb Administrative Reserve had
4 \$118,172.34, and the Evernote Reserve had a total of \$96,108.00. The Tax Holding Account is
5 currently holding the administrative reserves for Bloom, Cloudera, Dropbox, Lyft, Pinterest,
6 Snapchat, and Uber; as well as the tax benefits from Evernote and the Failed Investments. The
7 Receiver hopes to be able to distribute those reserves to Class 4 claimants assuming there are no
8 further tax obligations or a need for an Equitable Adjustment under the terms of the Plan, which
9 distribution will be made only pursuant to further Court order.

10 As of March 31, 2022, the estate had \$4,489,149.14 in the Plan Fund. The Receiver
11 believes that those reserves are sufficient to cushion against any potential increased tax liability
12 and is hopeful that there will be sufficient funds to pay all Class 1 and Class 3 claims in full. It is
13 not presently clear whether any additional funds will be added to the Plan Fund.

14 **VI. FINANCIAL REPORTING**

15 The Receiver has paid professional fees and costs during this reporting period and
16 continues to manage the funds from the sale of securities which generated substantial sales
17 proceeds. In order to ensure that the funds of the estate are fully insured, the Receiver maintained
18 accounts with East West Bank for the Plan Fund and Tax Holding account, both of which are
19 associated with a cash sweep account so that the funds are fully insured. The Receiver has also
20 established an account and associated cash sweep account to hold the Palantir Administrative
21 Reserve, the MongoDB Administrative Reserve, the Airbnb Administrative Reserve, and the
22 Evernote Reserve. A detailed listing of each financial transactions during the first quarter of 2022
23 is attached hereto as Exhibit "1."

24 Dated: May 13, 2022

RAINES FELDMAN LLP

25
26 By: /s/ David Castleman
David Castleman

27 *Counsel for Receiver Kathy Bazoian Phelps*

28

EXHIBIT 1

**Receivership Estate of SRA Management Associates, LLC et al
1st Quarter 2022 - Cash Receipts and Disbursements**

Checking #0063

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$6,176.37
3/31/2022	Ending Balance			\$6,176.37

Brokerage #2849 (Brokerage with Stocks and Mutual Fund)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance (Cash Sweep Only)			\$0.00
3/31/2022	Ending Balance (Cash Sweep Only)			\$0.00

Brokerage #7306 (Anna Bivona funds)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$534,523.21
1/31/2022	Interest	\$4.54		\$534,527.75
2/28/2022	Interest	\$4.10		\$534,531.85
3/31/2022	Interest	\$4.54		\$534,536.39
3/31/2022	Ending Balance			\$534,536.39

East West #0704 (Tax Holding Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$250,000.00
3/31/2022	Ending Balance			\$250,000.00

East West #0697 (Plan Fund)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$250,000.00
1/4/2022	transfer in from ICS (maintenance)	\$20.00		\$250,020.00
1/4/2022	Monthly maintenance fee		\$20.00	\$250,000.00
1/26/2022	Transfer from ICS (Evernote Fee)	\$2,838.35		\$252,838.35
1/26/2022	Evernote Fee (Check 1042)		\$2,838.35	\$250,000.00
1/31/2022	Transfer from ICS (Professional Fees)	\$36,125.27		\$286,125.27
1/31/2022	Payment of Fees to K. Phelps (RF)		\$14,582.40	\$271,542.87
1/31/2022	Payment of Fees to Raines Feldman		\$18,335.50	\$253,207.37
1/31/2022	Payment of Costs to Raines Feldman		\$46.42	\$253,160.95
1/31/2022	Payment of Fees to Miller Kaplan		\$1,453.20	\$251,707.75
1/31/2022	Payment of Fees to Schinner Shain (Check 1040)		\$1,707.75	\$250,000.00
2/1/2022	transfer in from ICS (maintenance)	\$20.00		\$250,020.00
2/1/2022	Monthly maintenance fee		\$20.00	\$250,000.00
3/1/2022	transfer in from ICS (maintenance)	\$20.00		\$250,020.00
3/1/2022	Monthly maintenance fee		\$20.00	\$250,000.00
3/31/2022	Ending Balance			\$250,000.00

East West #1264 (MongoDB Admin Reserve Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$250,000.00
1/24/2022	Sabrin Settlement Payment	\$25,000.00		\$275,000.00
1/24/2022	Transfer to ICS		\$25,000.00	\$250,000.00
3/30/2022	Sabrin Settlement Payment	\$25,000.00		\$275,000.00
3/30/2022	Transfer to ICS		\$25,000.00	\$250,000.00
3/31/2022	Ending Balance			\$250,000.00

East West #1257 (Palantir Admin Reserve Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$250,000.00

**Receivership Estate of SRA Management Associates, LLC et al
1st Quarter 2022 - Cash Receipts and Disbursements**

3/31/2022 Ending Balance **\$250,000.00**

East West #1432 (Airbnb Admin Reserve Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$118,172.34
3/31/2022	Ending Balance			\$118,172.34

East West #1705 (Evernote Admin Reserve Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$96,108.00
3/31/2022	Ending Balance			\$96,108.00

East West #1070 (ICS Cash Sweep for Tax Holding Account)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening balance			\$4,504,636.42
1/31/2022	interest	\$191.16		\$4,504,827.58
2/28/2022	interest	\$172.68		\$4,505,000.26
3/31/2022	interest	\$191.17		\$4,505,191.43
3/31/2022	Ending balance			\$4,505,191.43

East West #1062 (ICS Cash Sweep for Plan Fund)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening Balance			\$4,277,648.94
1/5/2022	Transfer to checking for maintenance		\$20.00	\$4,277,628.94
1/27/2022	Transfer to checking for evernote fees		\$2,838.35	\$4,274,790.59
1/31/2022	interest	\$181.51		\$4,274,972.10
2/1/2022	Transfer to checking for prof fees		\$36,125.27	\$4,238,846.83
2/2/2022	Transfer to checking for maintenance		\$20.00	\$4,238,826.83
2/28/2022	interest	\$162.47		\$4,238,989.30
3/2/2022	Transfer to checking for maintenance		\$20.00	\$4,238,969.30
3/31/2022	interest	\$179.84		\$4,239,149.14
3/31/2022	Ending Balance			\$4,239,149.14

East West #1120 (ICS Cash Sweep for Palantir Admin Reserve)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening balance			\$12,881,974.43
1/31/2022	interest	\$546.68		\$12,882,521.11
2/28/2022	interest	\$493.77		\$12,883,014.88
3/31/2022	interest	\$546.70		\$12,883,561.58
3/31/2022	Ending balance			\$12,883,561.58

East West #1161 (ICS Cash Sweep for MongoDB Admin Reserve)

Date	Notes	Deposits	Withdrawals	Balance
1/1/2022	Opening balance			\$50,702.22
1/25/2022	Transfer from checking (Sabrin payment)	\$25,000.00		\$75,702.22
1/31/2022	interest	\$2.38		\$75,704.60
2/28/2022	interest	\$2.90		\$75,707.50
3/31/2022	Transfer from checking (Sabrin payment)	\$25,000.00		\$100,707.50
3/31/2022	interest	\$3.24		\$100,710.74
3/31/2022	Ending balance			\$100,710.74

**Cash Position of Receivership Estate of SRA Management Associates, LLC et al
As of March 31, 2022**

Receivership Estate of SRA Management Associates, LLC et al
1st Quarter 2022 - Cash Receipts and Disbursements

Cash

WF Checking	\$6,176.37	
WF Brokerage	\$0.00	
Anna Bivona Funds	\$534,536.39	
Plan Fund checking	\$250,000.00	
Tax Holding checking	\$250,000.00	
Palantir Admin Reserve checking	\$250,000.00	
Mongo Admin Reserve checking	\$250,000.00	
Plan Fund ICS	\$4,239,149.14	
Tax Holding ICS	\$4,505,191.43	
Palantir Admin Reserve ICS	\$12,883,561.58	
Mongo Admin Reserve ICS	\$100,710.74	
Airbnb Reserve	\$118,172.34	
Evernote Reserve	\$96,108.00	
		Total
		\$23,483,605.99

Holdbacks (incl thru 4Q 2021)

Sherwood Partners, Former Receiver	\$144,627.50	
Kathy Bazoian Phelps, Receiver (Diamond McCarthy)	\$108,980.07	
Kathy Bazoian Phelps, Receiver (Raines Feldman)	\$12,485.90	
		Total
		\$266,093.47

Accrued Fees for 1st Qtr 2022

Kathy Bazoian Phelps, Receiver	\$6,789.00	
Costs	\$0.00	
Raines Feldman	\$15,345.00	
Costs	\$48.40	
Miller Kaplan	\$2,264.00	
Costs	\$50.00	
Schinner & Shain	\$0.00	
		Total
		\$24,496.40