

**UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF WISCONSIN  
GREEN BAY DIVISION**

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**SECURITIES AND EXCHANGE COMMISSION,**

**Plaintiff,**

**v.**

**WEALTH MANAGEMENT LLC;  
JAMES PUTMAN, and SIMONE FEVOLA,**

**Defendants,**

**and**

**WML GRYPHON FUND LLC;  
WML WATCH STONE PARTNERS, L.P.;  
WML PANTERA PARTNERS, L.P.;  
WML PALISADE PARTNERS, L.P.;  
WML L3, LLC, and WML QUETZAL  
PARTNERS, L.P.,**

**Relief Defendants.**

**Civil Action No. 09-CV-506**

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**THIRD INTERIM APPLICATION FOR ALLOWANCE AND PAYMENT  
OF COMPENSATION TO ALAN D. LASKO & ASSOCIATES, P.C.,  
AS ACCOUNTANTS TO THE RECEIVER,  
FOR THE PERIOD FROM JULY 1, 2011, THROUGH MAY 31, 2012**

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Alan D. Lasko & Associates, P.C. ("ADLPC"), accountants for Wealth Management LLC (the "WM"), and the Relief Defendants, WML Gryphon Fund LLC ("Gryphon"), WML Watch Stone Partners, L.P. ("Watch Stone"), WML Pantera Partners, L.P. ("Pantera"), WML Palisade Partners, L.P. ("Palisade"), WML L3, LLC ("L3"), and WML Quetzal Partners, L.P. ("Quetzal", and together with Gryphon, Watch Stone, Pantera, Palisade, and L3, the "WM Funds"), hereby requests entry of an Order (i) allowing ADLPC an interim award of

compensation for services rendered to the Receiver Estate<sup>1</sup> for the period from July 1, 2011, through May 31, 2012 (the "Subject Period") and (ii) authorizing payment of such allowed amounts from the Receiver Estate. This Third Interim Application seeks allowance of fees for the Subject Period in the sum of \$9,388.89.

This Third Interim Application is made pursuant to the Court's *Order Appointing Receiver* dated May 20, 2009 (the "Initial Receiver Order"); the Court's *First Modified Order Appointing Receiver* (Docket No. 14) (the "Modified Receiver Order), and the "Billing Instructions for Receivers in Civil Actions Commenced by the U.S. Securities and Exchange Commission," dated October 1, 2008, with which ADLPC has agreed to comply. In support, ADLPC states:

**Procedural Background**

1. WM is a limited liability company organized under the laws of the State of Wisconsin. Gryphon is a Wisconsin limited liability company; Watch Stone is a Delaware limited partnership; Pantera is a Delaware limited partnership; Palisade is a Delaware limited partnership; Quetzal is a Delaware limited partnership; and L3 is a Delaware limited liability company. Each of these WM Funds is a "fund of funds," that is, each has made investments in other investment funds and alternative investments (referred to herein as the "sub-funds").

2. The captioned enforcement action was filed by the United States Securities and Exchange Commission ("SEC") on May 20, 2009. On that same date, this Court entered the Initial Receiver Order, pursuant to which the Receiver was appointed. Also on that date, the Court entered (i) an Order Freezing Assets (Docket No. 9), which prohibited WM and the WM Funds from withdrawing, transferring, pledging, or otherwise dissipating any of their monies or

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<sup>1</sup> The Receiver Estate comprises (a) cash in WM's accounts and in the accounts of the WM Funds; (b) investments in sub-funds held by the WM Funds (including investments by one WM Fund in another); (c) WM's own investments in certain WM Funds, and (d) causes of action of the Receiver Estate against third parties.

other assets (excluding the segregated, individual accounts of advisory clients which are not invested in the WM Funds); and (ii) a Temporary Restraining Order and Order For Emergency Relief (Docket No. 7) against WM and the WM Funds. At the request of WM, the Court scheduled an expedited hearing for May 26, 2009, on the SEC's request for entry of a preliminary injunction.

3. On May 26, 2009, by agreement of the parties, the Court entered (i) the Modified Receiver Order; (ii) an Order Extending Asset Freeze (Docket No. 15); and (iii) a Preliminary Injunction Order (Docket No. 17) against WM, James Putman, Simone Fevola, and the WM Funds. Subsequently, by minute order entered November 4, 2009, the Court struck, *nunc pro tunc*, any reference to Mr. Fevola in the Preliminary Injunction Order.

4. Among other things, the Modified Receiver Order authorizes the Receiver "to engage and employ persons in her discretion to assist her in carrying out her duties and responsibilities . . . including, but not limited to, lawyers, accountants, and investment advisers." Modified Receiver Order at 4.

5. Pursuant to the Modified Receiver Order, the Receiver has retained the accountants and other professionals of ADLPC to assist her in performing her duties as Receiver. The Receiver signed ADLPC's engagement letter on August 18, 2009.

6. The work described in the engagement letter included that ADLPC would perform various analyses for the claim work to be performed for the six WM funds. In addition, ADLPC would assist with the review and possible reconstruction of the ownership percentages of the funds. This work would help facilitate distributions to creditors. Last, certain other analyses as requested by the Receiver and her counsel might be performed related to either forensic work or other data in the books and records that the Receiver might investigate. In addition, the Receiver requested that ADLPC review transactions with respect to Gryphon that

was done to assist the Receiver in determining if there was a basis to believe that Gryphon might be considered to be a Ponzi scheme.

7. By this Third Interim Application, ADLPC seeks entry of an interim order (a) approving, as reasonable and commensurate with the ADLPC's duties and obligations, total fees incurred by ADLPC on behalf of the Receiver Estate during the Subject Period in the amount of \$9,388.89 (the "Subject Period Fees") and (b) authorizing the Receiver, pursuant to Section VI of the Modified Receiver Order, to pay the Subject Period Fees to ADLPC from the Receiver Estate on an interim basis.

8. This is the third application for compensation made by ADLPC. Following is a summary of ADLPC's three applications for compensation and expense reimbursement:

Recap by Project	First Interim Application	Second Interim Application	Third Interim Application	Total
WML Gryphon	\$ 57,434.40	\$ 6,860.40	\$ 4,063.60	\$ 68,358.40
WML L3	7,311.80	70.00	-	7,381.80
WML Palisade	20,368.00	3,248.40	1,296.00	24,912.40
WML Pantera	11,989.60	2,062.40	288.00	14,340.00
WML Quetzal	25,922.50	3,533.30	882.00	30,337.80
WML Watch Stone	37,439.50	4,468.10	2,070.00	43,977.60
WML Gryphon Fund Review	-	18,394.00	-	18,394.00

Wealth Management	<u>14,524.80</u>	<u>1,004.50</u>	<u>1,832.50</u>	<u>17,361.80</u>
	174,990.60	39,641.10	10,432.10	225,063.80
Less Voluntary Discount	<u>(14,990.60)</u>	<u>(4,641.10)</u>	<u>(1,043.21)</u>	<u>(20,674.91)</u>
	<u>\$ 160,000.00</u>	<u>\$ 35,000.00</u>	<u>\$ 9,388.89</u>	<u>\$ 204,388.89</u>

9. The following represents a description of the primary individuals involved in this engagement:

(a) **Alan D. Lasko – CPA, CIRA, CFF**

Mr. Lasko has worked primarily in the bankruptcy field over the last 26 years. He brings his 36 years of experience in providing operational support to Chapter 11 debtors and creditor committees, as well as his technical abilities in various accounting and tax matters in bankruptcy cases. Mr. Lasko has been an expert witness, been appointed as a receiver in State Court, worked as a disbursing agent, made presentations to creditors and their committees and worked with debtor and creditor counsels in formulating plans of reorganizations and disclosure statements. Mr. Lasko is a member of the Certified Insolvency and Restructuring Advisors (CIRA), as well as being Certified in Financial Forensics (CFF). Mr. Lasko is also a member of the American Bankruptcy Institute, the American Institute of Certified Public Accountants and the Illinois CPA Society. Mr. Lasko also has instructed and has written seminars on various bankruptcy-related topics. Last, Mr. Lasko has broad accounting and tax experience in Chapter 7 cases.

(b) **Denise C. Konomidis, CPA – Tax Supervisor**

Ms. Konomidis has 11 years of experience performing tax preparation and tax planning in public accounting. She has worked for a large and small public accounting firm and tax planning firm over this period. She has worked with commercial and individual accounts of various sizes. She has an Undergraduate Degree in Accounting from the University of Illinois. She is a Certified Public Accountant and a member of the American Institute of Certified Public Accountants and the Illinois CPA Society.

(c) **Luyan Li, CPA, CVA, Ph.D. – Accounting/Valuation Supervisor**

Ms. Li has 6 years of valuation experience and 8 years of performing accounting and tax services. She has a B.A. from Xi An Jiao Tong University in China and a Ph.D. in Communications Studies from Northwestern University in Evanston. She is a Certified Public Accountant and a member of the American Institute of Certified Public Accountants and the Illinois CPA Society. She is also certified by the National

Association of Valuation Analysts for her valuation certificate. In addition, she is a Certified QuickBooks ProAdvisor.

(d) **Staff – Supervisors, Seniors, and Assistants**

*Supervisors*

After a period of several years of experience, senior accountants are advanced to the supervisory level. Supervisors have administrative and overview responsibility on a broader level than senior accountants. Supervisors are responsible for keeping the manager abreast of the progress of an engagement and of any problems encountered in a particular circumstance.

*Seniors*

After a period of usually 2 to 3 years, an individual is advanced to the senior level. Seniors are primarily responsible for the day-to-day functions of fieldwork and for appearing in Court. In bankruptcy-related work, audit seniors may also perform specific tasks at the request of a manager or supervisor.

*Assistants*

Staff assistants usually execute basic assignments or tasks. In bankruptcy-related work, assistants primarily perform specific projects at specified times under the supervision of a senior, supervisor or manager.

**GENERAL – WML FUNDS**

10. The services performed by ADLPC include, but are not limited to, the following:

(a) In connection with the second interim distribution of receivership assets made in July 2011, assisted the Receiver and her counsel with the calculations of the amounts to be distributed to investors from each of the five WM Funds making distributions.

(b) Assisted the Receiver and her counsel with the determination and calculation of the "net cash" invested balances, by WM Fund and by investor.

(c) Assisted the Receiver and her counsel with responding to inquiries made by investors along with working on obtaining more current addresses for each investor.

(d) Various calls with the Receiver, her counsel, former company personnel in reviewing, rechecking and requesting additional data related to fund investments and redemptions.

(e) Assisted the Receiver in the gathering of information for the new Disbursing Agent.

**Total Fees** **\$8,599.60** (see per-Fund detail below)

**GENERAL – WEALTH MANAGEMENT**

11. ADLPC performed the following services with respect to all six WM Funds and WM that were not specifically identifiable to any particular WM Fund. The services include, but are not limited to, the following:

(a) Worked with the Receiver's counsel to develop spreadsheets regarding redemptions and distributions by investors in the WM Funds.

(b) Assisted the Receiver regarding potential payouts to Sagecrest II, LLC, and their effect on the WM Funds invested in that sub-fund.

(c) Assisted Receiver regarding an investor's question about the tax effect of an IRA being paid out.

**Total Fees** **\$1,832.50**

12. A recap for all of the entities described above is as follows:

*[continued on following page]*

	<u>Amount</u>
WML Gryphon	\$ 4,063.60
WML L3	-
WML Palisade	1,296.00
WML Pantera	288.00
WML Quetzal	882.00
WML Watch Stone	<u>2,070.00</u>
 Total Funds	 8,599.60
 Wealth Management General Work	  <u>1,832.50</u>
<hr/>	
Total	10,432.10
Less Voluntary Discount	<u>(1,043.21)</u>
 Net Request	 <u><u>\$ 9,388.89</u></u>

13. A recap by entity is as follows:

<u>WML Gryphon .050</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
D. Konomidis, Tax Supervisor	3.4	\$ 184.00	\$ 625.60
L. Li, Accounting Supervisor	<u>19.1</u>	180.00	<u>3,438.00</u>
	<u>22.5</u>		<u><u>\$ 4,063.60</u></u>

*[continued on next page]*



<u>WML Palisade .050</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
L. Li, Accounting Supervisor	<u>7.2</u>	\$ 180.00	<u>\$ 1,296.00</u>

<u>WML Pantera .050</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
L. Li, Accounting Supervisor	<u>1.6</u>	\$ 180.00	<u>\$ 288.00</u>

<u>WML Quetzal .050</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
L. Li, Accounting Supervisor	<u>4.9</u>	\$ 180.00	<u>\$ 882.00</u>

<u>WML Watch Stone .050</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
L. Li, Accounting Supervisor	<u>11.5</u>	\$ 180.00	<u>\$ 2,070.00</u>

<u>Wealth Management</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
A. Lasko	3.6	\$ 270.00	\$ 972.00
D. Konomidis, Tax Supervisor	2.0	184.00	368.00
L. Li, Accounting Supervisor	0.5	180.00	90.00
L. Li, Accounting Supervisor (Pre 07/01/11)*	<u>2.3</u>	175.00	<u>402.50</u>
	<u>8.4</u>		<u>\$ 1,832.50</u>

\*Time not previously charged.

14. This Third Interim Application reflects hourly rates and hours worked by each person by function. The recap also reflects the cost of each function performed. In order to assist the Court and parties in interest to evaluate this fee request, ADLPC has reflected below the range of rates charged by staff level.

Owner	\$250	-	\$275
Manager/Director	220	-	250
Supervisors	160	-	220
Senior	120	-	160
Assistant	65	-	120

15. The hourly rates charged by ADLPC for the services provided by its personnel differ based upon, among other things, each professional's level of experience and the types of services being provided. In the ordinary course of business, ADLPC periodically revises its hourly rates to reflect promotions and other changes in personnel responsibilities, increases in experience, and increases in the cost of doing business.

16. In the instant case, ADLPC respectfully submits that the services for which it seeks compensation in this Third Interim Fee Application were necessary for and beneficial to the Receiver's efforts in administering WM and the WM Funds, and necessary to and in the best interests of WM and the WM Funds. ADLPC further submits that the compensation requested herein is reasonable in light of the nature, extent, and value of such services provided to the Receiver, WM, and the WM Funds.

17. All of the services for which compensation is sought were rendered solely in connection with the Receiver Estate, in furtherance of the duties and functions of the Receiver and not on behalf of any individual creditor, investor, or other person.

18. ADLPC has not entered into any agreement, express or implied, with any other party for the purpose of fixing or sharing fees or other compensation to be paid for professional services rendered in this case.

19. ADLPC has not shared, or agreed to share (a) any compensation it has received or may receive with another party or person, other than with the associates of ADLPC, or (b) any compensation another person or party has received or may receive. No promises have been received by ADLPC as to compensation in connection with this case other than in accordance with the provisions of the engagement letter signed by the Receiver.

20. ADLPC maintains written records of the time expended in the rendition of the professional services provided. Also, attached hereto as Exhibit A are the comprehensive time

and expense detail for the Subject Period. Exhibit A sets forth the aggregate time expended, the hourly billing rates for individual professionals, and detailed description of work performed during the Subject Period. The compensation requested by ADLPC is based on the customary compensation charged by comparably skilled practitioners in these cases.

21. In sum, the services rendered by ADLPC were necessary and beneficial to the Receiver Estate and were consistently performed in a timely manner commensurate with the complexity, importance, and nature of the issues involved. As shown by this Third Interim Fee Application and supporting Exhibit A, ADLPC incurred professional time economically and without unnecessary duplication of effort. In addition, the work involved, and thus the time expended, was carefully assigned in view of the experience and expertise required for a particular task. Accordingly, approval of the Third Interim Application is warranted.

22. Upon entry of the Receiver's proposed Scheduling Order regarding this Third Interim Application and the fifth interim application of the Receiver and her counsel, Quarles & Brady LLP (the "Receiver's Application"), the Receiver will serve a "Notice of Filing and Objections Procedures", applicable both to this Application and to the Receiver's Application, and will post them on the Receiver's web site, all as described in the Receiver's Application.

WHEREFORE, ADLPC, as accountants for the Receiver, respectfully requests entry of an order, in the form attached hereto as Exhibit B:

A. Finding that reasonable compensation, commensurate with ADLPC's duties and obligations, for actual and necessary services rendered to the Receiver Estate by ADLPC during the Subject Period is the sum of \$9,388.89 and allowing ADLPC interim compensation in that amount;

B. Authorizing the Receiver to pay to ADLPC the Subject Period Fees to the extent allowed by the Court;

C. Approving notice of this Third Interim Application as sufficient and finding that no other or further notice is required; and

D. Granting such other and further relief as this Court deems appropriate.

Respectfully submitted this 7th day of August, 2012.

  
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Alan D. Lasko

ALAN D. LASKO & ASSOCIATES, P.C.  
29 South LaSalle, Suite 1240  
Chicago, IL 60603  
Phone: (312) 332-1302

**CERTIFICATION OF ALAN D. LASKO & ASSOCIATES, P.C.**

I, Alan D. Lasko, on my own behalf and on behalf of ADLPC (the "Applicant"), hereby certify as follows:

- (a) I have read the foregoing *Third Interim Application for Allowance and Payment of Compensation to Alan D. Lasko & Associates, P.C., as Accountants to the Receiver, for the Period from July 1, 2011, Through May 31, 2012* (the "Application");
- (b) to the best of the Applicant's knowledge, information and belief formed after reasonable inquiry, the Application and all fees and expenses therein are true and accurate and comply with the Billing Instructions, with no exceptions;
- (c) all fees contained in the Application are based on the rates listed in the Applicant's fee schedule attached to the Third Interim Application, and such fees are reasonable, necessary, and commensurate with the skill and experience required for the activity performed;
- (d) the Applicant has not included in the amount for which reimbursement is sought the amortization of the cost of any investment, equipment, or capital outlay (except to the extent that any such amortization is included within the permitted allowable amounts set forth herein for photocopies and facsimile transmission); and,
- (e) in seeking reimbursement for a service which the Applicant justifiably purchased or contracted for from a third party (such as copying, imaging, bulk mail, messenger service, overnight courier, computerized research, or title and lien searches), the Applicant requests reimbursement for no more than the amount

billed to the Applicant by the third-party vendor and paid by the Applicant to such vendor.

Respectfully submitted this 7th day of August, 2012.



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Alan D. Lasko

ALAN D. LASKO & ASSOCIATES, P.C.  
29 South LaSalle, Suite 1240  
Chicago, IL 60603  
Phone: (312) 332-1302

**EXHIBIT A**

Selection Criteria

Clie.Selection Include: WML Gryphon.050; WML Palisade.050; WML Pantera.050; WML Quetzal.050; WML Watch.050; Wealth Manage.050

Nickname WML Gryphon.050 | 3336  
 Full Name WML Gryphon Fund, LLC  
 Address c/o Faye B. Feinstein, Receiver  
 300 N. LaSalle Street  
 Suite 4000  
 Chicago IL 60654  
 Phone 1 Phone 2  
 Phone 3 Phone 4  
 In Ref To investor work  
 Fees Arrg. By billing value on each slip  
 Expense Arrg. By billing value on each slip  
 Tax Profile Exempt  
 Last bill 7/5/2011  
 Last charge 2/28/2012  
 Last payment 10/6/2011 Amount \$6,860.40

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total
7/5/2011 98926	L. Li 800 Check and update Gryphon addresses based on the latest mailing list sent by Receiver's assistant	180.00	1.90	342.00	Billable
7/5/2011 98931	L. Li 800 gathered information package for Jill Bauer of BMS (distribution agent) the WML funds second distribution spreadsheets and provided instructions regarding same	180.00	0.40	72.00	Billable
7/6/2011 98945	L. Li 800 worked on gathering Gryphon net cash statements package which was to be sent to Jill Bauer of BMS with instructions regarding items to note.	180.00	1.60	288.00	Billable
8/8/2011 99767	L. Li 800 Prepared Gryphon redacted second distribution spreadsheet per specifications of Receiver's Counsel	180.00	0.50	90.00	Billable
9/14/2011 100783	L. Li 800 Researched certain investor's basis in Gryphon per request by Receiver's office	180.00	1.80	324.00	Billable

WML Gryphon.050:WML Gryphon Fund, LLC (continued)

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total Billable
11/21/2011 102491	L. Li 800 Calculated distribution scenarios for Gryphon in Sagecrest II per Receiver	180.00	1.70	306.00	Billable
11/21/2011 102494	L. Li 800 Recalculated the Gryphon distributions from Sagecrest based on new information provided by Receiver	180.00	0.70	126.00	Billable
11/22/2011 102515	L. Li 800 prepared changes to claims scenarios for Gryphon and prepared explanations to reviewer's questions	180.00	0.80	144.00	Billable
11/22/2011 102518	L. Li 800 Prepared final draft of claims scenarios for Receiver	180.00	0.40	72.00	Billable
2/24/2012 104810	L. Li 800 Discussed with Receiver's Counsel Chris Combest regarding the plan on calculation of \$1 million distribution for Gryphon. Review relevant documents after last distribution in preparation of said calculation.	180.00	1.60	288.00	Billable
2/25/2012 104912	L. Li 800 worked on calculation on WML Gryphon assumed distributions of \$1 Million	180.00	5.10	918.00	Billable
2/27/2012 104959	L. Li 800 Work on Gryphon \$1M distribution spreadsheet. Reformat.	180.00	1.80	324.00	Billable
2/27/2012 104979	D. Konomidis 800 reviewed workpapers and distribution analysis.	184.00	3.40	625.60	Billable
2/28/2012 104962	L. Li 800 Finalized Gryphon \$1 M distribution calculation and email to Receiver's council Christ Combest	180.00	0.80	144.00	Billable
<b>TOTAL</b>	<b>Billable Fees</b>		<b>22.50</b>	<b>\$4,063.60</b>	
Total of billable expense slips					<b>\$0.00</b>



WML Gryphon.050:WML Gryphon Fund, LLC (continued)

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Calculation of Fees and Costs

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	<u>Amount</u>	<u>Total</u>
Fees Bill Arrangement: Slips By billing value on each slip.		
Total of billable time slips	\$4,063.60	
Total of Fees (Time Charges)		\$4,063.60
Total of Costs (Expense Charges)		\$0.00
Total new charges		<u>\$4,063.60</u>
Previous Balance 120 Days	\$6,860.40	
Total Previous Balance		\$6,860.40
Accounts Receivables		
<u>Date</u> <u>ID</u> <u>Type</u> <u>Description</u>		
10/6/2011    PAY    Payment - thank you	(\$6,860.40)	
12357		
Total Accounts Receivable		(\$6,860.40)
New Balance Current	\$4,063.60	
Total New Balance		<u><u>\$4,063.60</u></u>

6/13/2012  
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Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Page 4

Nickname WML Palisade.050 | 3345  
Full Name WMP Palisade Partners, L.P.  
Address c/o Faye B. Feinstein, Receiver  
300 N. LaSalle Street  
Suite 4000  
Chicago IL 60654

Phone 1  
Phone 3  
Phone 2  
Phone 4

In Ref To investor work  
Fees Arrg. By billing value on each slip  
Expense Arrg. By billing value on each slip  
Tax Profile Exempt  
Last bill 7/5/2011  
Last charge 11/22/2011  
Last payment 10/6/2011

Amount \$3,248.40

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total
7/1/2011 98889	L. Li 800	180.00	1.10	198.00	Billable
Worked on the preparation of the net cash statements of WML Palisade					
7/5/2011 98929	L. Li 800	180.00	1.40	252.00	Billable
Check and update Palisade addresses based on the latest mailing list sent by Receiver's assistant Stella Love					
7/6/2011 98946	L. Li 800	180.00	1.10	198.00	Billable
worked on gathering Palisade net cash statements package which was to be sent to Jill Bauer of BMS with instructions of items to note					
8/8/2011 99770	L. Li 800	180.00	0.40	72.00	Billable
Prepared Palisade redacted second distribution spreadsheet per specifications of Receiver's Counsel					
11/21/2011 102492	L. Li 800	180.00	1.40	252.00	Billable
Calculated distribution scenarios for Palisade in Sagecrest II per Receiver					
11/21/2011 102495	L. Li 800	180.00	1.10	198.00	Billable
Recalculated the Palisade distributions from Sagecrest based on new information provided by Receiver					
11/22/2011 102516	L. Li 800	180.00	0.70	126.00	Billable
prepared changes to claims scenarios for Palisade and prepared explanations to reviewer's questions					

6/13/2012  
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Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Page 5

WML Palisade.050:WMP Palisade Partners, L.P. (continued)

		<u>Amount</u>	<u>Total</u>
TOTAL	Billable Fees	7.20	<u>\$1,296.00</u>
Total of billable expense slips			<u>\$0.00</u>

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Calculation of Fees and Costs

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	<u>Amount</u>	<u>Total</u>	
Fees Bill Arrangement: Slips By billing value on each slip.			
Total of billable time slips	\$1,296.00		
Total of Fees (Time Charges)		\$1,296.00	
Total of Costs (Expense Charges)		<u>\$0.00</u>	
Total new charges		\$1,296.00	
Previous Balance			
120 Days	\$3,248.40		
Total Previous Balance		\$3,248.40	
Accounts Receivables			
<u>Date</u>   <u>ID</u>   <u>Type</u>   <u>Description</u>			
10/6/2011	PAY	Payment - thank you	(\$3,248.40)
12354			
Total Accounts Receivable		(\$3,248.40)	
New Balance			
Current	\$1,296.00		
Total New Balance		<u>\$1,296.00</u>	

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Nickname WML Pantera.050 | 3340  
Full Name WML Pantera Partners, L.P.  
Address c/o Faye B. Feinstein, L.P.  
300 N. LaSalle Street  
Suite 4000  
Chicago IL 60654

Phone 1  
Phone 3  
In Ref To investor work  
Fees Arrg. By billing value on each slip  
Expense Arrg. By billing value on each slip  
Tax Profile Exempt  
Last bill 7/5/2011  
Last charge 8/8/2011  
Last payment 10/6/2011

Phone 2  
Phone 4  
  
Amount \$2,062.40

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total
7/5/2011 98927	L. Li 800 Check and update Pantera addresses based on the latest mailing list sent by Receiver's assistant Stella Love	180.00	0.60	108.00	Billable
7/6/2011 98944	L. Li 800 worked on gathering Pantera net cash statements package which was to be sent to Jill Bauer of BMS with instructions regarding items to note.	180.00	0.80	144.00	Billable
8/8/2011 99771	L. Li 800 Prepared Pantera redacted second distribution spreadsheet per specifications of Receiver's Counsel	180.00	0.20	36.00	Billable
<b>TOTAL</b>	<b>Billable Fees</b>		<b>1.60</b>	<b>\$288.00</b>	
Total of billable expense slips					<b>\$0.00</b>

Calculation of Fees and Costs

	Amount	Total
Fees Bill Arrangement: Slips By billing value on each slip.		
Total of billable time slips	\$288.00	
Total of Fees (Time Charges)		\$288.00

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Page 7

WML Pantera.050:WML Pantera Partners, L.P. (continued)

	<u>Amount</u>	<u>Total</u>
Total of Costs (Expense Charges)		\$0.00
Total new charges		<u>\$288.00</u>
Previous Balance		
120 Days	\$2,062.40	
Total Previous Balance		\$2,062.40
Accounts Receivables		
<u>Date</u> <u>ID</u> <u>Type</u> <u>Description</u>		
10/6/2011	PAY	Payment - thank you
12355		
Total Accounts Receivable	(\$2,062.40)	(\$2,062.40)
New Balance		
Current	\$288.00	
Total New Balance		<u>\$288.00</u>

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Page 8

Nickname WML Quetzal.050 | 3346  
Full Name WML Quetzal Partners, L.P.  
Address c/o Faye B. Feinstein, Receiver  
300 N. LaSalle Street  
Suite 4000  
Chciago IL 60654

Phone 1  
Phone 3  
Phone 2  
Phone 4

In Ref To investor work  
Fees Arrg. By billing value on each slip  
Expense Arrg. By billing value on each slip  
Tax Profile Exempt  
Last bill 7/5/2011  
Last charge 8/8/2011  
Last payment 10/8/2011

Amount \$3,533.30

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total
7/1/2011 98890	L. Li 800 Worked on the preparation of the net cash statements of WML Quetzal	180.00	1.30	234.00	Billable
7/5/2011 98930	L. Li 800 Check and update Quetzal addresses based on the latest mailing list sent by Receiver's assistant Stella Love	180.00	1.60	288.00	Billable
7/6/2011 98947	L. Li 800 worked on gathering the Quetzal net cash statements which was to be sent to Jill Bauer of BMS with instructions of items to note	180.00	1.60	288.00	Billable
8/8/2011 99769	L. Li 800 Prepared Quetzal redacted second distribution spreadsheet per specifications of Receiver's Counsel	180.00	0.40	72.00	Billable
<b>TOTAL</b>	<b>Billable Fees</b>		<b>4.90</b>		<b>\$882.00</b>

Total of billable expense slips \$0.00

Calculation of Fees and Costs

Amount Total

Fees Bill Arrangement: Slips  
By billing value on each slip.

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

WML Quetzal.050:WML Quetzal Partners, L.P. (continued)

	<u>Amount</u>	<u>Total</u>
Total of billable time slips	\$882.00	
Total of Fees (Time Charges)		\$882.00
Total of Costs (Expense Charges)		\$0.00
		<hr/>
Total new charges		\$882.00
Previous Balance		
120 Days	\$3,533.30	
Total Previous Balance		\$3,533.30
Accounts Receivables		
<u>Date</u>   <u>ID</u> <u>Type</u> <u>Description</u>		
10/8/2011	PAY	Payment - thank you
12367		
Total Accounts Receivable	(\$3,533.30)	(\$3,533.30)
New Balance		
Current	\$882.00	
		<hr/>
Total New Balance		\$882.00
		<hr/>

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Page 10

Nickname WML Watch.050 | 3338  
Full Name WML Watch Stone Partners, L.P.  
Address c/o Faye B. Feinstein, Receiver  
300 N. LaSalle Street  
Suite 4000  
Chicago IL 60654  
Phone 1  
Phone 3  
In Ref To investor work  
Fees Arrg. By billing value on each slip  
Expense Arrg. By billing value on each slip  
Tax Profile Exempt  
Last bill 7/5/2011  
Last charge 11/22/2011  
Last payment 10/6/2011 Amount \$4,468.10

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total
7/1/2011 98891	L. Li 800 Worked on the preparation of the net cash statements of WML Watch Stone	180.00	1.60	288.00	Billable
7/5/2011 98928	L. Li 800 Check and update Watch Stone addresses based on the latest mailing list sent by Receiver's assistant Stella Love	180.00	2.10	378.00	Billable
7/6/2011 98948	L. Li 800 worked on gathering the WatchStone net cash statements package which was to be sent to Jill Bauer of BMS with instructions regarding items to note	180.00	1.70	306.00	Billable
8/8/2011 99768	L. Li 800 Prepared Watch Stone redacted second distribution spreadsheet per specifications of Receiver's Counsel	180.00	0.40	72.00	Billable
9/9/2011 100663	L. Li 800 Review Receiver notes regarding an investor's contention regarding his net cash statement and certain redemption transaction. Investigated and searched through materials to pull proof concerning the issue.	180.00	2.20	396.00	Billable
11/21/2011 102493	L. Li 800 Calculated distribution scenarios for Watch Stone in Sagecrest II per Receiver.	180.00	1.70	306.00	Billable



WML Watch.050:WML Watch Stone Partners, L.P. (continued)

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total Billable
11/21/2011 102496	L. Li 800	180.00	0.90	162.00	Billable
Recalculated the Watchstone distributions from Sagecrest based on new information provided by Receiver					
11/22/2011 102517	L. Li 800	180.00	0.90	162.00	Billable
prepared changes to claims scenarios for WatchStone, prepare explanations to reviewer's questions					
TOTAL Billable Fees			11.50	\$2,070.00	
Total of billable expense slips					\$0.00

Calculation of Fees and Costs

	Amount	Total
Fees Bill Arrangement: Slips By billing value on each slip.		
Total of billable time slips	\$2,070.00	
Total of Fees (Time Charges)		\$2,070.00
Total of Costs (Expense Charges)		\$0.00
Total new charges		\$2,070.00
Previous Balance 120 Days	\$4,468.10	
Total Previous Balance		\$4,468.10
Accounts Receivables		
Date ID Type Description		
10/6/2011 PAY Payment - thank you 12356	(\$4,468.10)	
Total Accounts Receivable		(\$4,468.10)
New Balance Current	\$2,070.00	
Total New Balance		\$2,070.00

6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

WML Watch.050:WML Watch Stone Partners, L.P. (continued)

<u>Amount</u>	<u>Total</u>
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6/13/2012  
8:03 PM

Alan D. Lasko & Associates, P.C.  
Pre-bill Worksheet

Nickname Wealth Manage.050 | 3294  
Full Name Wealth Management, LLC  
Address c/o Faye B. Feinstein, Receiver  
300 N. LaSalle Street  
Suite 4000  
Chicago IL 60654

Phone 1  
Phone 3 Phone 2  
Phone 4

In Ref To analyses work  
Fees Arrg. By billing value on each slip  
Expense Arrg. By billing value on each slip  
Tax Profile Exempt  
Last bill 7/5/2011  
Last charge 2/25/2012  
Last payment 9/23/2010

Amount \$6,000.00

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total Billable
1/24/2011 93939	L. Li 800 Reviewed ledgers sent by Receiver's assistant Barb Olsen. Clarify issues with claim payments on the ledger. Searched through claim forms to compile the purposes of such claims payments to determine proper treatment (misposted time not previously charged in prior petition)	175.00	2.30	402.50	Billable
11/21/2011 102508	A. Lasko 800 review of first draft and prepared questions and recommendations for staff regarding summary of options related to proposed distribution options to choose...no charge on call to receiver for same (note ...applies to all funds, time not separated)	270.00	1.60	432.00	Billable
11/22/2011 102513	A. Lasko 800 review of changes to analyses re: potential sagecrest distributions scenario's to 3 funds and recap comment to Receiver as well as call with Receiver regarding same (all funds time not separated)	270.00	1.40	378.00	Billable
2/21/2012 104718	L. Li 800 Reviewed notes from Receiver and Receiver's counsel Chris Combest regarding particular investor's contact issues	180.00	0.50	90.00	Billable
2/22/2012 104750	A. Lasko 800 worked with staff re: k-1 holder's questions about equity interest and left voice mail for receiver's counsel regarding the same	270.00	0.60	162.00	Billable
2/24/2012 104911	D. Konomidis 800 call to Receiver's tax counsel with Luyan Li re WM distribution analysis (no charge by Luyan Li)	184.00	0.20	36.80	Billable

Wealth Manage.050:Wealth Managment, LLC (continued)

Date ID	User Task	Rate Markup %	Hours DNB Time	Amount DNB Amt	Total Billable
2/24/2012 104916	D. Konomidis 800 meeting with Alan Lasko and Luyan Li re WM distribution analysis questions (no charge by Lasko or Li)	184.00	0.20	36.80	Billable
2/25/2012 104922	D. Konomidis 800 tax research re investor's question re IRA ownership in WM LLC.	184.00	1.60	294.40	Billable
<b>TOTAL</b>	<b>Billable Fees</b>		<b>8.40</b>	<b>\$1,832.50</b>	
Total of billable expense slips					<b>\$0.00</b>

Calculation of Fees and Costs

	Amount	Total
Fees Bill Arrangement: Slips By billing value on each slip.		
Total of billable time slips	\$1,832.50	
Total of Fees (Time Charges)		\$1,832.50
Total of Costs (Expense Charges)		\$0.00
Total new charges		\$1,832.50
Previous Balance		
120 Days	\$6,941.47	
Unapplied	(\$6,471.47)	
Total Previous Balance		\$470.00
New Balance		
120 Days	\$6,941.47	
Current	\$1,832.50	
Unapplied	(\$6,471.47)	
Total New Balance		\$2,302.50

Total Overdue: \$6,941.47

**EXHIBIT B**

**UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF WISCONSIN  
GREEN BAY DIVISION**

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SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

Civil Action No: 09-C-506

WEALTH MANAGEMENT, LLC,  
JAMES PUTMAN, and SIMONE FEVOLA,

Defendants, and

WML GRYPHON FUND, LLC;  
WML WATCH STONE PARTNERS, L.P.; WML  
PANTERA PARTNERS, L.P.; WML PALISADE  
PARTNERS, L.P.; WML L3, LLC;  
WML QUETZAL PARTNERS, L.P., and  
EMPLOYEE SERVICES OF APPLETON, INC.,

Relief Defendants.

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**ORDER AUTHORIZING ALLOWANCE AND PAYMENT OF INTERIM  
COMPENSATION TO ALAN D. LASKO & ASSOCIATES, P.C., ACCOUNTANTS TO  
THE RECEIVER, FOR THE PERIOD FROM JULY 1, 2011, THROUGH MAY 31, 2012**

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THIS CAUSE, coming to be heard on the Third Interim Application for Allowance and Payment of Compensation to Alan D. Lasko & Associates, P.C. (“ADLPC”), Accountants to the Receiver for Wealth Management LLC and the captioned Relief Defendants, for the Period from July 1, 2011 through May 31, 2012 (the “Application”; all capitalized terms not otherwise defined herein shall have the meanings ascribed to them in the Application); due and proper notice of the Application having been served on all entities entitled thereto and no other or further notice having been required; the Application having included a “Certification of Alan D. Lasko” (the “Certification”); no objections to the Court's granting of the Application having been

filed within the time period specified in the Court's related scheduling order, and the Court being otherwise fully advised in the premises;

**BASED ON ITS REVIEW OF THE APPLICATION AND THE CERTIFICATION AND UPON THE REPRESENTATIONS OF THE PARTIES, THE COURT HEREBY FINDS THAT:**

1. Pursuant to (a) the Court's *Order Appointing Receiver* dated May 20, 2009 (Docket No. 8) (the "Initial Receiver Order"); (b) the Court's *First Modified Order Appointing Receiver* (Docket No. 14) (the "Modified Receiver Order" and, with the Initial Receiver Order, the "Appointment Orders"), Faye B. Feinstein (the "Receiver") was duly appointed to serve as Receiver for Wealth Management, LLC, and the WM Funds, effective May 20, 2009. By order dated August 18, 2009 (Docket No. 54), the Court extended the receivership to ESA.

2. Pursuant to the Appointment Orders, the Receiver has retained the financial consultants and other professionals of ADLPC to assist her in performing her duties as Receiver.

3. This Court has jurisdiction over this matter pursuant to 28 U.S.C. §§754, 1367(a), and the inherent equitable powers of the Court. Pursuant to Fed. R. Civ. P. 66, the Federal Rules of Civil Procedure apply to this matter.

4. The fees sought by ADLPC for services rendered to the Receiver Estate by ADLPC represent an aggregate discount of \$1,043.21 from the hourly rates ordinarily charged by ADLPC for similar work performed for other ADLPC clients at the time the Receiver was appointed. This discount to ADLPC's regular billing rates was agreed to between the Receiver and ADLPC.

5. Before filing the Application, the Receiver submitted it to the SEC for review, as required by the "Billing Instructions for Receivers in Civil Actions Commenced by the U.S. Securities and Exchange Commission", dated October 1, 2008 (the "Billing Instructions").

6. During the Subject Period, ADLPC devoted no less than 56.1 hours to the performance of necessary and valuable services on behalf of the Receiver Estate.

7. Based upon the time, nature, extent, and value of the services performed by ADLPC, the responsibilities assumed by ADLPC, the rates charged by ADLPC, the results achieved to date, and the costs of comparable services, the compensation for services rendered sought in the Application are reasonable, necessary, and commensurate with the skill and experience required for the activities performed.

8. The fair value of services rendered by ADLPC during the Subject Period is not less than \$9,388.89.

**NOW, THEREFORE, IT IS ORDERED, ADJUDGED, AND DECREED** that the Application is GRANTED;

**IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that ADLPC is hereby allowed interim compensation in the sum of \$9,388.89 (the “Allowed Fees”) for actual and necessary legal services rendered during the Subject Period to the Receiver Estate;

**IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that the Receiver is hereby authorized to pay, on an interim basis, the Allowed Fees to ADLPC from the assets of the Receiver Estate and to allocate the Allowed Fees among Wealth Management, LLC, and the Relief Defendants as described in the Application; and



**IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that entry of this Order is without prejudice to the right of ADLPC to seek additional compensation for any services rendered to, and reimbursement of any additional expenses incurred on behalf of, the Receiver Estate subsequent to the Subject Period.

**SO ORDERED** this \_\_\_\_\_ day of \_\_\_\_\_ 2012

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Honorable William C. Griesbach  
United States District Judge