

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

SECURITIES AND EXCHANGE
 COMMISSION

Plaintiff,

VS.

MEGAFUND CORPORATION,
 ET AL.

Defendants.

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NO. 3-05-CV-1328-L

ORDER

Michael J. Quilling, as Receiver for Lancorp Financial Group LLC and related entities, has filed a motion to approve a proposed settlement with Robert Tringham, First National Ban Corp., and First Asset Management Corp. Under the terms of the settlement agreement, Tringham has consented to have \$884,371.23 transferred from a civil forfeiture action pending in California federal court for distribution to claimants of the Lancorp Financial Group Receivership Estate. Once the funds are transferred from the California civil forfeiture action, the Receiver has agreed to dismiss a lawsuit against Tringham and his companies seeking to recover the same amount of money. *Quilling v. Tringham*, No. 3-07-CV-0682-L. The Receiver represents that this settlement is in the best interest of the Estate because it effectively recovers all the money sought in the lawsuit against Tringham.

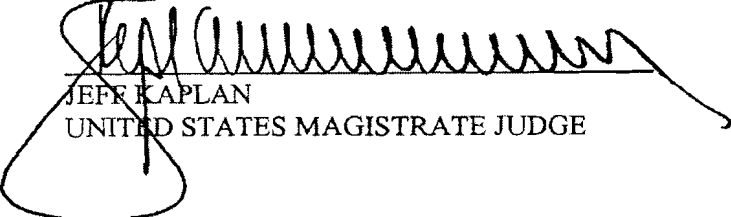
The Receiver is ordered to post a copy of his motion and this order on his website, www.secreceiver.com. Appropriate links to the court's docket shall be provided to users of the website. Any interested party who objects to the proposed settlement must file written objections with the court by **October 9, 2007**. Objections should be addressed to:

The Honorable Jeff Kaplan
United States Magistrate Judge
1100 Commerce Street, 16th Floor
Dallas, Texas 75242

If any party desires a hearing on the motion, a written request for hearing must accompany any objections. Unless a hearing is requested, the court intends to rule on the motion after the expiration of the deadline for filing objections based on the written submissions of the parties.

SO ORDERED.

DATED: September 18, 2007.



JEFF KAPLAN
UNITED STATES MAGISTRATE JUDGE