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11  
 12 **UNITED STATES DISTRICT COURT**  
 13 **CENTRAL DISTRICT OF CALIFORNIA**

14 SECURITIES AND EXCHANGE  
 15 COMMISSION,

16 Plaintiff,

17 vs.

18 DIVERSIFIED LENDING GROUP, INC.;  
 APPLIED EQUITIES, INC.; and BRUCE  
 19 FRIEDMAN,

20 Defendants,

21 and

22 TINA M. PLACOURAKIS,

23 Relief Defendant.

Case No. CV 09-01533 R (SSx)

**PLAINTIFF SECURITIES AND  
 EXCHANGE COMMISSION'S  
 STATEMENT OF NON-OPPOSITION  
 TO RECEIVER'S MOTION TO  
 EMPLOY COUNSEL**

Date: May 3, 2010  
 Time: 10:00 a.m.  
 Place: Courtroom 8

1 Counsel for Plaintiff Securities and Exchange Commission (“Commission”) has  
2 reviewed the Receiver’s Motion To Employ Counsel and believes the proposal  
3 contained therein is reasonable and in the best interests of the receivership estate.  
4 Danning, Gill and Susman Godfrey are reputable, sophisticated firms that will ably  
5 represent the Receiver and the interests of the stakeholders whose interests he  
6 represents. The proposed contingency fee arrangement appears reasonable, in line  
7 with market rates, and appropriately tailored to align counsel’s economic interests  
8 with those of the estate.

9 Accordingly, the Commission supports the proposal set forth in the Receiver’s  
10 motion and respectfully urges the Court to grant the motion.

11  
12 Dated: April 13, 2010

Respectfully submitted,

13  
14 /s/ John M. McCoy III  
15 John M. McCoy III  
16 Attorney for Plaintiff  
17 Securities and Exchange Commission  
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**PROOF OF SERVICE**

I am over the age of 18 years and not a party to this action. My business address is:

U.S. SECURITIES AND EXCHANGE COMMISSION, 5670 Wilshire Boulevard, 11th Floor, Los Angeles, California 90036-3648

Telephone No. (323) 965-3998; Facsimile No. (323) 965-3908.

On April 13, 2010, I caused to be served the document entitled **PLAINTIFF SECURITIES AND EXCHANGE COMMISSION'S STATEMENT OF NON-OPPOSITION TO RECEIVER'S MOTION TO EMPLOY COUNSEL** on all the parties to this action addressed as stated on the attached service list:

**OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with this agency's practice for collection and processing of correspondence for mailing; such correspondence would be deposited with the U.S. Postal Service on the same day in the ordinary course of business.

**PERSONAL DEPOSIT IN MAIL:** By placing in sealed envelope(s), which I personally deposited with the U.S. Postal Service. Each such envelope was deposited with the U.S. Postal Service at Los Angeles, California, with first class postage thereon fully prepaid.

**EXPRESS U.S. MAIL:** Each such envelope was deposited in a facility regularly maintained at the U.S. Postal Service for receipt of Express Mail at Los Angeles, California, with Express Mail postage paid.

**HAND DELIVERY:** I caused to be hand delivered each such envelope to the office of the addressee as stated on the attached service list.

**FEDERAL EXPRESS:** By placing in sealed envelope(s) designated by Federal Express with delivery fees paid or provided for, which I deposited in a facility regularly maintained by Federal Express or delivered to a Federal Express courier, at Los Angeles, California.

**ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list.

**FAX:** By transmitting the document by facsimile transmission. The transmission was reported as complete and without error.

**(Federal)** I declare under penalty of perjury that I am a member of the bar of this Court and that the foregoing is true and correct.

Date: April 13, 2010

/s/ John M. McCoy III  
John M. McCoy III

1                    **SEC v. DIVERSIFIED LENDING GROUP, INC., et al.**  
2                    **United States District Court – Central District of California**  
3                    **Case No. CV 09-01533 R (JTLx)**  
4                    **(LA-3591)**

5                    **SERVICE LIST**

6                    **Richard E. Drooyan, Esq. (also served by electronic mail)**  
7                    **Munger Tolles & Olson LLP**  
8                    **355 S. Grand Avenue, 35<sup>th</sup> Floor**  
9                    **Los Angeles, CA 90071-1560**  
10                   **Email: richard.drooyan@mto.com**

11                   **David A. Gill, Esq. (also served by electronic mail)**  
12                   **Danning, Gill, Diamond & Kollitz, LLP**  
13                   **2029 Century Park East, 3rd Floor**  
14                   **Los Angeles, CA 90067-2904**  
15                   **Email: dag@dgdk.com**  
16                   ***Court-Appointed Permanent Receiver for Diversified Lending***  
17                   ***Group, Inc. and Applied Equities, Inc.***

18                   **George E. Schulman, Esq. (also served by electronic mail)**  
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23                   ***Attorney for Court-Appointed Permanent Receiver David A. Gill***