

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF OKLAHOMA

U.S. COMMODITY FUTURES )  
TRADING COMMISSION and )  
OKLAHOMA DEPARTMENT OF )  
SECURITIES *ex rel.* IRVING L. FAUGHT, )  
 )  
Plaintiffs, )  
 )  
v. ) Case No. 09-cv-1284 (DLR)  
 )  
PRESTIGE VENTURES CORP., a )  
Panamanian corporation, FEDERATED )  
MANAGEMENT GROUP, INC., a Texas )  
corporation, KENNETH WAYNE LEE, an )  
individual, and SIMON YANG (a/k/a XIAO )  
YANG a/k/a SIMON CHEN), an individual, )  
 )  
Defendants; )  
and )  
 )  
SHEILA M. LEE, an individual, DAVID A. )  
LEE, an individual, and DARREN LEE, an )  
individual, )  
 )  
Relief Defendants. )

**RECEIVER'S REPORT**

Stephen J. Moriarty, as Receiver ("Receiver") for Prestige Ventures Corp., Federated Management Group, Inc., Kenneth Wayne Lee, Simon Yang, Sheila M. Lee, David A. Lee and Darren Lee (collectively the "Prestige Defendants") hereby makes his final report to the Court.

**BACKGROUND**

1. On November 20, 2009, U.S. Commodities Futures Trading Commission and Oklahoma Department of Securities *ex rel.* Irving L. Faught (collectively "Plaintiffs") commenced this action alleging that the Prestige Defendants, acting directly or through their

agents, employees or officers, fraudulently solicited and accepted at least \$8.7 million from at least 140 members of the general public (the "Investors") to participate in commodity pools for trading commodity futures contracts and other financial instruments, including stocks, stock options, and foreign currency. *Doc. # 4.*

2. On November 20, 2009, this Court entered a Statutory Restraining Order and Order appointing Receiver for the Prestige Defendants (the "Order"). *Doc. # 9*, as amended on March 4, 2010 by *Doc. # 36*. Pursuant to the Order, Receiver was directed to (a) take possession of all assets of the Prestige Defendants, (b) secure the residential and business assets of the Prestige Defendants, and (c) initiate any action to preserve or increase the assets of the Prestige Defendants. *Id., at par. 27 (b), (c) and (h).*

3. Receiver has liquidated all known assets.

4. On May 2, 2012, this Court entered an Order approving a distribution to investors in this case in the amount of \$301,130.10. Receiver has issued and mailed all distribution checks.

5. The balance remaining in the bank after the approved distribution is \$50,248.22.

6. Contemporaneous herewith, Receiver is filing his final fee application and the final fee application for counsel for Receiver.

7. This Receivership may now be dissolved.

**DATED AUGUST 24, 2012**

/s/ Stephen J. Moriarty  
Stephen J. Moriarty, OBA #6410  
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RECEIVER

**CERTIFICATE OF SERVICE**

I hereby certify that on August 24, 2012 I electronically transmitted the attached document to the Clerk of Court using the ECF System for filing and transmittal of a Notice of Electronic Filing to the following ECF registrants: James Holl, Patricia A. Labarthe, Katherine S. Driscoll and Terra S. Bonnell.

I hereby certify that on August 24, 2012, a true and correct copy of the above and foregoing document was mailed by regular first class mail, postage prepaid, to:

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/s/ Stephen J. Moriarty  
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