

IN THE DISTRICT COURT OF OKLAHOMA COUNTY
STATE OF OKLAHOMA

FILED IN THE DISTRICT COURT
OKLAHOMA COUNTY, OKLA.

MAR 10 2008

PATRICIA PRESLEY, COURT CLERK
by _____
Deputy

Oklahoma Department of Securities)
ex rel. Irving L. Faught,)
Administrator,)
)
Plaintiff,)
)
v.)
)
American Liberty Insurance & Financial)
Services, an unincorporated entity;)
LightHouse Marketing Incorporated, an)
Oklahoma corporation; and Travis Ray)
Winnett, an individual,)
)
Defendants.)

Case No. CJ-2007-5605

**REPORT OF OKLAHOMA DEPARTMENT OF SECURITIES AND
MOTION FOR APPROVAL OF DESIGNATED CLAIM AMOUNTS
AND PRO-RATA DISTRIBUTION TO INVESTORS**

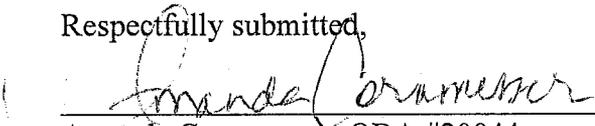
The Oklahoma Department of Securities *ex rel.* Irving L. Faught, Administrator (“Plaintiff”), submits its report to the Court regarding claims received pursuant to the order of this Court dated November 15, 2007, as more fully described below. Such claims were received from persons known by Plaintiff to have invested money with Defendants American Liberty Insurance & Financial Services, LightHouse Marketing, and Travis Ray Winnett (collectively, “Defendants”). Plaintiff also respectfully moves for an order approving the designation of investor claim amounts by Plaintiff and authorizing a pro-rata distribution of funds in such amounts as determined by this Court after hearing.

On November 15, 2007, Plaintiff requested and this Court entered an order establishing a claims procedure to notify investors of the requirement to submit a proof of claim setting forth the nature and amount of their investments and to provide documentation of such amounts. Claims were required to be submitted to Plaintiff on or before December 14, 2007. Plaintiff mailed a Proof of Claim form to all investors known to Plaintiff (Investors) by regular mail.

Plaintiff has completed a review of the Proof of Claim forms submitted by the Investors and the supporting documentation. Plaintiff has compared this information with the bank and corporate records of Defendants in Plaintiff's possession. Plaintiff has prepared the attached report in which a number is assigned to each Investor for identification and a claim amount is designated for each Investor. See Exhibit A attached hereto. Plaintiff has also prepared a letter to notify Investors of the claim amount Plaintiff has designated to them and of their opportunity to be heard by this Court on any disagreement with such designated amount. See Exhibit B attached hereto.

Plaintiff respectfully requests that this Court approve the claim amounts designated by Plaintiff for each Investor according to the report attached as Exhibit A. Plaintiff also requests that this Court approve a pro-rata distribution by RCB Bank as ordered by this Court from the funds currently held in RCB account numbers 110002070 and 110026094.

Respectfully submitted,


Amanda Cornmesser, OBA #20044
Oklahoma Department of Securities
120 North Robinson, Suite 860
Oklahoma City, Oklahoma 73102
Telephone (405) 280-7700
Fax (405) 280-7742
Attorney for Plaintiff

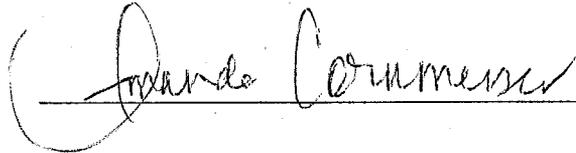
NOTICE OF HEARING

Please be advised that a hearing on the *Report of Oklahoma Department of Securities and Motion for Approval of Designated Claim Amounts And Pro-Rata Distribution to Investors* has been set for the 4th day of April, 2008, at 1:30 o'clock p.m., before District Judge Patricia Parrish, Oklahoma County Courthouse, 321 Park Avenue, Oklahoma City, Oklahoma.

CERTIFICATE OF MAILING

The undersigned certifies that on the 10th day of March, 2008, a true and correct copy of the foregoing *Report of Oklahoma Department of Securities and Motion for Approval of Designated Claim Amounts And Pro-Rata Distribution to Investors* was mailed by first class mail, with postage prepaid thereon, to the following:

James O. Goodwin (OBA #3458)
P.O. Box 3267
Tulsa, Oklahoma 74101-3267
(918) 582-9181



**Report of Oklahoma Department of Securities Regarding
Designated Claim Amounts and Recommended Pro-Rata Distribution
to Investors to the Oklahoma County District Court**

Investor Number	Investor Claim Amount	Plaintiff's Designated Claim Amount	Recommended 83% Pro-Rata Distribution
1.	\$100,000	\$100,000	\$83,000
2.	\$77,000	\$77,000	\$63,910
3.	\$100,000	\$100,000	\$83,000
4.	\$90,000	\$90,000	\$74,700
5.	\$30,000	\$30,000	\$24,900
6.	\$100,000	\$100,000	\$83,000
7.	\$40,000	\$40,000	\$33,200
8.	\$75,000	\$75,000	\$62,250
9.	\$25,000	\$25,000	\$20,750
10.	\$42,000	\$42,000	\$34,860
11.	\$25,000	\$25,000	\$20,750
Total Claim Amount	\$704,000		
	Total Designated Claim Amount	\$704,000	
		Total Pro-Rata Distribution Amount	\$584,320

EXHIBIT A

March __, 2008

Investor Name
Investor Address

RE: Oklahoma Department of Securities *ex rel.* Irving L. Faught v. American Liberty Insurance & Financial Services, LightHouse Marketing Incorporated, and Travis Ray Winnett

Dear [Investor Name]:

On March __, 2008, the Oklahoma Department of Securities filed with the Oklahoma County District Court, a report and motion to approve claim amounts and pro-rata distribution (Report and Motion) in the referenced case. In the Report and Motion, the Department designated to you a claim amount based on the claim and supporting documents you filed with the Department, as well as the bank and corporate records of Defendants, as follows:

Investor Name (#____)	Investor Claim Amount(s)	Department's Designated Claim Amount
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If you agree with these amounts, you do not need to file anything or make contact with the Court or the Department. In addition, you will not need to appear in Court for the hearing described below.

If you disagree, you may contact Amanda Cornmesser at the Department to discuss the designation at (405) 280-7725, or you may file with the Court written proof of the purported correct claim amount and appear for a hearing on the __ day of __, 2008, at __: __ o'clock __.m., before District Judge Patricia Parrish, Oklahoma County Courthouse, 321 Park Avenue, Oklahoma City, Oklahoma.

Sincerely,

Amanda Cornmesser
Attorney

EXHIBIT B