

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

In re:	)	Chapter 11
	)	
LIFE FUND 5.1, LLC, <i>et al.</i> , <sup>1</sup>	)	Case No. 09 B 32672
	)	
Debtors.	)	Jointly Administered

**ORDER ESTABLISHING AUGUST 31, 2010 DEADLINE  
TO FILE PROOFS OF CLAIM AND GRANTING RELATED RELIEF**

Upon the motion (the "Motion")<sup>2</sup> of the Trustee for entry of an order pursuant to sections 501, 502 and 1111(a) of the Bankruptcy Code and Bankruptcy Rules 2002(a)(7), 3003(c)(3) and 5005(a) establishing a general bar date for filing proofs of Claim against the Estates and seeking related relief; the Court having reviewed the Motion; the Court finding and determining that: (A) it has jurisdiction over the Motion pursuant to 28 U.S.C. §§ 157 and 1334, (B) venue is proper in this district pursuant to 28 U.S.C. § 1409, (C) this is a core proceeding pursuant to 28 U.S.C. § 157 (b), (D) granting the relief requested in the Motion is in the best interests of the Debtors, the Estates, and other parties-in-interest, and (E) appropriate notice and opportunity for a hearing on the Motion was provided; for sufficient cause shown; and after due deliberation and cause appearing therefor;

**IT IS HEREBY ORDERED THAT:**

1. The Motion is granted in its entirety.
2. All persons and entities (each a "Creditor" and, collectively, the "Creditors"), holding or wishing to assert an unsecured or secured, priority or nonpriority claim (as defined in

<sup>1</sup> The Debtors in the cases are: (1) Life Fund 5.1, LLC; (2) Life Fund 5.2, LLC; (3) A&O Life Fund, LLC; (4) A&O Resource Management, Ltd.; (5) A&O Bonded Life Settlements, LLC; (6) A&O Bonded Life Assets, LLC; and (7) Houston Tanglewood Partners, LLC.

<sup>2</sup> Each capitalized term not otherwise defined herein shall have the meaning ascribed thereto in the Motion.

section 101(5) of the Bankruptcy Code) accruing prior to the Petition Date against the Debtors or the Estates (each a "Claim" and, collectively, the "Claims") are required to deliver to the Garden City Group, Inc. a separate, completed and executed proof of Claim on or before August 31, 2010 at 5:00 p.m. eastern time (the "General Bar Date").

3. Proofs of Claim must be signed and (a) sent via US Mail to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, P.O. Box 9553, Dublin, OH 43017-4853, or (b) sent via overnight or hand delivery to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, 5151 Blazer Parkway, Suite A, Dublin, OH 43017, in either case so as to be received prior to the General Bar Date. Proofs of Claim may not be submitted by email or facsimile.

4. The General Bar Date applies to governmental units.

5. Nothing set forth herein will preclude the Trustee or any other party from objecting to any Claim, whether scheduled or filed, on any grounds.

6. Proofs of Claim are not required to be filed at this time by Creditors holding or wishing to assert Claims against the Debtors of the following types:

- a. Claims on account of which a proof of Claim has already been properly submitted;
- b. Claims previously allowed by, or paid pursuant to, an order of the Court; or
- c. Claims made by any Debtor against any other Debtor.

7. The notice of General Bar Date attached hereto as Exhibit A is approved and the Trustee is authorized to make non-material changes to such notice (the "Bar Date Notice").

8. At least twenty-one (21) days before the General Bar Date, the Trustee shall cause a copy of the Bar Date Notice to be mailed by first class United States mail, postage prepaid, to all known persons and entities holding Claims.

9. The proof of Claim form attached hereto as **Exhibit B** is approved and the Trustee is directed to enclose a copy of such form with each Bar Date Notice mailed in accordance with paragraph 8 of this Order.

10. The form of Publication Notice attached hereto as **Exhibit C** is approved and the Trustee is authorized and directed to publish such notice in the National Edition of the Wall Street Journal at least twenty-one (21) days prior to the General Bar Date.

11. In accordance with Bankruptcy Rule 2002(a)(7), (a) service of the Bar Date Notice and the proof of Claim form and (b) publication of the Publication Notice, in each case in the manner set forth above, shall be deemed good and sufficient notice of the General Bar Date to known and unknown Creditors.

12. Any proof of Claim must clearly indicate the name of the applicable Debtor against whom the Claim is asserted and the applicable bankruptcy case number for such Debtor. If a Claim is intended to be asserted against more than one of the Debtors, a separate proof of Claim must be filed in each such Debtor's bankruptcy case.

13. Unless such party can show good and sufficient cause to this Court to the contrary, any Person or Entity that is required to file a proof of Claim in the Chapter 11 Cases but fails to do so prior to the General Bar Date shall be forever barred, estopped and enjoined from: (a) asserting any Claim against the Debtors or their Estates that such Person or Entity has that (i) exceeds the amount, or (ii) is of a different nature or in a different classification than what may be set forth in the Schedules (any such Claim referred to as an "**Unscheduled Claim**") and (b) voting upon, or receiving distributions under, any chapter 11 plan or plans in these chapter 11 cases with respect to such **Unscheduled Claim**.

14. Proofs of Claim shall be deemed filed only when actually received by The Garden City Group, Inc.

15. All Persons and Entities asserting Claims are required to file their Claim in English and in U.S. dollars. If a Person or Entity does not specify the amount of its Claim in U.S. dollars, the Trustee and the Estates shall have the right to convert such Claim to U.S. dollars using the applicable conversion rate as of the Petition Date, unless the Trustee deems another date more appropriate.

16. The provisions of this Order apply to all Claims, of whatever character, against or in the Debtors, their estates or their assets, whether secured or unsecured, priority or nonpriority, liquidated or unliquidated, fixed or contingent.

~~17. This Court shall retain jurisdiction to hear and determine all matters arising from the implementation of this Order.~~ *at*

18. Notwithstanding the possible applicability of Bankruptcy Rules 6004(g), 7062, 9014 or otherwise, the terms and conditions of this Order shall be immediately effective and enforceable upon its entry.

19. All time periods set forth in this Order shall be calculated in accordance with Bankruptcy Rule 9006(a).

Dated: ~~June~~, 2010

ENTERED



UNITED STATES BANKRUPTCY JUDGE

**30 JUN 2010**

**EXHIBIT A**  
To Proposed Order

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

In re:	)	Chapter 11
	)	
Life Fund 5.1, LLC;	)	Case No. 09-32672
Life Fund 5.2, LLC;	)	Case No. 09-32674
Houston Tanglewood Partners, LLC.	)	Case No. 09-32676
A&O Resource Management, Ltd.;	)	Case No. 09-32677
A&O Life Fund, LLC;	)	Case No. 09-32678
A&O Bonded Life Assets, LLC;	)	Case No. 09-32679
A&O Bonded Life Settlements, LLC; and	)	Case No. 09-32681
	)	
Debtors.	)	(Jointly Administered)
	)	Honorable A. Benjamin Goldgar

**NOTICE OF AUGUST 31, 2010 DEADLINE TO FILE PROOFS OF PREPETITION CLAIMS**

**TO: ALL CREDITORS**

On September 2, 2009 (the "Petition Date"), each of the above-captioned debtors (collectively, the "Debtors") filed a voluntary petition for relief under chapter 11 the Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Illinois, Eastern Division (the "Bankruptcy Court").

**PLEASE TAKE NOTICE** that, pursuant to order of the Bankruptcy Court, all persons and entities holding or wishing to assert prepetition claims against any Debtor are required to file a separate, completed and executed proof of Claim on account of each such Claim on or before August 31, 2010 at 5:00 p.m. eastern time (the "General Bar Date").

Notwithstanding the foregoing, at this time, proofs of Claim ARE NOT REQUIRED to be filed by Creditors holding or wishing to assert Claims against the Debtors of the following types:

- a. **Claims on account of which a proof of Claim has already been submitted;**
- b. Claims previously allowed by, or paid pursuant to, an order of the Court; and
- c. Claims made by any Debtor against any other Debtor.

Should the Bankruptcy Court establish a date by which time any of the foregoing types of Claims must be filed, you will be so notified.

Each proof of Claim must: (1) be against only one Debtor; (2) include the full name of the Debtor against whom it is filed; (3) identify that Debtor's case number, as set forth in the

caption on the first page of this notice; (4) be signed; and (5) be (a) sent via US Mail to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, P.O. Box 9553, Dublin, OH 43017-4853; or (b) sent via overnight or hand delivery to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, 5151 Blazer Parkway, Suite A, Dublin, OH 43017. All proofs of Claim must be received on or before August 31, 2010 at 5:00 p.m. eastern. Proofs of Claim must be originally signed and may not be submitted by email or facsimile.

You may use the proof of Claim form enclosed with this notice. Proof of Claim forms must be in English and amounts must be in U.S. Dollars.

**ANY CREDITOR WHO IS REQUIRED TO FILE A PROOF OF CLAIM BY AUGUST 31, 2010 BUT FAILS TO DO SO SHALL BE FOREVER BARRED, ESTOPPED AND ENJOINED FROM ASSERTING SUCH CLAIM AGAINST THE DEBTORS, THE DEBTORS AND THE ESTATES SHALL BE FOREVER DISCHARGED FROM ANY AND ALL INDEBTEDNESS OR LIABILITY WITH RESPECT TO SUCH CLAIM, AND SUCH HOLDER SHALL NOT BE PERMITTED TO VOTE ON ANY CHAPTER 11 PLAN OR PARTICIPATE IN ANY DISTRIBUTION IN THE DEBTORS' CHAPTER 11 CASES ON ACCOUNT OF SUCH CLAIM(S).**

A copy of the Debtors' schedules and other information related to their chapter 11 cases may be obtained at [www.lifefundstrustee.com](http://www.lifefundstrustee.com).

**THE FACT THAT YOU HAVE RECEIVED THIS NOTICE DOES NOT MEAN THAT YOU HAVE A CLAIM AGAINST THE DEBTORS. YOU SHOULD CONSULT WITH YOUR OWN ADVISORS TO DETERMINE WHETHER YOU HOLD A CLAIM AGAINST ANY DEBTOR. YOU SHOULD NOT FILE A PROOF OF CLAIM IF YOU DO NOT HAVE A CLAIM AGAINST A DEBTOR. QUESTIONS CONCERNING THIS NOTICE MAY BE DIRECTED TO (312) 962-3568 OR (312) 962-3500.**

**EXHIBIT B**

**Proof of Claim Form**

attached hereto.



**INSTRUCTIONS FOR PROOF OF CLAIM FORM**

The instructions and definitions below are general explanations of the law. In certain circumstances, such as bankruptcy cases not filed voluntarily by the debtor, there may be exceptions to these general rules. The attorneys for the Debtors and their court-appointed claims agent, The Garden City Group, Inc., are not authorized and are not providing you with any legal advice.

PLEASE SEND YOUR ORIGINAL, COMPLETED CLAIM FORM AS FOLLOWS: **IF BY MAIL:** THE GARDEN CITY GROUP, INC., ATTN: LIFE FUND CLAIMS PROCESSING, P.O. BOX 9553, DUBLIN, OH 43017-4853 **IF BY HAND OR OVERNIGHT COURIER:** THE GARDEN CITY GROUP, INC., ATTN: LIFE FUND CLAIMS PROCESSING, 5151 BLAZER PARKWAY, SUITE A, DUBLIN, OH 43017.

**ANY PROOF OF CLAIM SUBMITTED BY FACSIMILE OR E-MAIL WILL NOT BE ACCEPTED.**

**THE GENERAL BAR DATE IN THESE CHAPTER 11 CASES IS \_\_\_\_\_, 2009 AT \_\_\_:00 \_\_M. (PREVAILING EASTERN TIME)**

**Court, Name of Debtor, and Case Number:**

These chapter 11 cases were commenced in the United States Bankruptcy Court for the Northern District of Illinois on September 2, 2009. (the "Petition Date") You should select the Debtor against which you are asserting your claim.

**A SEPARATE PROOF OF CLAIM FORM MUST BE FILED AGAINST EACH DEBTOR.**

**Creditor's Name and Address:**

Fill in the name of the person or entity asserting a claim and the name and address of the person who should receive notices issued during the bankruptcy case. Please provide us with a valid email address. A separate space is provided for the payment address if it differs from the notice address. The creditor has a continuing obligation to keep the court informed of its current address. See Federal Rule of Bankruptcy Procedure (FRBP) 2002(g).

**1. Amount of Claim as of Date Case Filed:**

State the total amount owed to the creditor on the Petition Date. Follow the instructions concerning whether to complete items 4 and 5. Check the box if interest or other charges are included in the claim.

**2. Basis for Claim:**

State the type of debt or how it was incurred. Examples include goods sold, money loaned, services performed, personal injury/wrongful death, car loan, mortgage note, and credit card. If the claim is based on the delivery of health care goods or services, limit the disclosure of the goods or services so as to avoid embarrassment or the disclosure of confidential health care information. You may be required to provide additional disclosure if the debtor, trustee or another party in interest files an objection to your claim.

**3. Last Four Digits of Any Number by Which Creditor Identifies Debtor:**

State only the last four digits of the debtor's account or other number used by the creditor to identify the debtor.

**3a. Debtor May Have Scheduled Account As:**

Use this space to report a change in the creditor's name, a transferred claim, or any other information that clarifies a difference between this proof of claim and the claim as scheduled by the debtor.

**4. Secured Claim:**

Check the appropriate box and provide the requested information if the claim is fully or partially secured. Skip this section if the claim is entirely unsecured. (See DEFINITIONS, below.) State the type and the value of property that secures the claim, attach copies of lien documentation, and state annual interest rate and the amount past due on the claim as of the date of the bankruptcy filing.

**5. Amount of Claim Entitled to Priority Under 11 U.S.C. § 507(a):**

If any portion of your claim falls in one or more of the listed categories, check the appropriate box(es) and state the amount entitled to priority. (See DEFINITIONS, below.) A claim may be partly priority and partly non-priority. For example, in some of the categories, the law limits the amount entitled to priority.

**6. Credits:**

An authorized signature on this proof of claim serves as an acknowledgment that when calculating the amount of the claim, the creditor gave the Debtor credit for any payments received toward the debt.

**7. Documents:**

Attach to this proof of claim form redacted copies documenting the existence of the debt and of any lien securing the debt. You may also attach a summary. You must also attach copies of documents that evidence perfection of any security interest. You may also attach a summary. FRBP 3001(c) and (d). If the claim is based on the delivery of health care goods or services, see instruction 2. Do not send original documents, as attachments may be destroyed after scanning.

**Date and Signature:**

The person filing this proof of claim must sign and date it. FRBP 9011. If the claim is filed electronically, FRBP 5005(a)(2) authorizes courts to establish local rules specifying what constitutes a signature. Print the name and title, if any, of the creditor or other person authorized to file this claim. State the filer's address and telephone number if it differs from the address given on the top of the form for purposes of receiving notices. Attach a complete copy of any power of attorney. Criminal penalties apply for making a false statement on a proof of claim.

DEFINITIONS

**Debtor**

A debtor is the person, corporation, or other entity that has filed a bankruptcy case.

**Creditor**

A creditor is the person, corporation, or other entity owed a debt by the debtor on the date of the bankruptcy filing. See 11 U.S.C. § 101(10).

**Claim**

A claim is the creditor's right to receive payment on a debt that was owed by the debtor on the date of the bankruptcy filing. See 11 U.S.C. § 101(5). A claim may be secured or unsecured.

**Proof of Claim**

A proof of claim is a form used by the creditor to indicate the amount of the debt owed by the debtor on the date of the bankruptcy filing. The creditor must file the form with The Garden City Group, Inc. as described in the instructions above and in the Bar Date Notice.

**Secured Claim Under 11 U.S.C. § 506(a)**

A secured claim is one backed by a lien on property of the debtor. The claim is secured so long as the creditor has the right to be paid from the property prior to other creditors. The amount of the secured claim cannot exceed the value of the property. Any amount owed to the creditor in excess of the value of the property is an unsecured claim. Examples of liens on property include a mortgage on real estate or a security interest in a car. A lien may be voluntarily granted by a debtor or may be obtained through a court proceeding. In some states, a court judgment is a lien. A claim also may be secured if the creditor owes the debtor money (has a right to setoff).

**Unsecured Claim**

An unsecured claim is one that does not meet the requirements of a secured claim. A claim may be partly unsecured if the amount of the claim exceeds the value of the property on which the creditor has a lien.

**Claim Entitled to Priority Under 11 U.S.C. § 507(a)**

Priority claims are certain categories of unsecured claims that are paid from the available money or property in a bankruptcy case before other unsecured claims.

**Redacted**

A document has been redacted when the person filing it has masked, edited out, or otherwise deleted, certain information. A creditor should redact and use only the last four digits of any social-security, individual's tax-identification, or financial-account number, all but the initials of a minor's name and only the year of any person's date of birth.

**Evidence of Perfection**

Evidence of perfection may include a mortgage, lien, certificate of title, financing statement, or other document showing that the lien has been filed or recorded.

INFORMATION

**Acknowledgment of Filing of Claim**

To receive acknowledgment of your filing from The Garden City Group, Inc., please provide a self-addressed, stamped envelope and a copy of this proof of claim when you submit the original claim to The Garden City Group, Inc.

**Offers to Purchase a Claim**

Certain entities are in the business of purchasing claims for an amount less than the face value of the claims. One or more of these entities may contact the creditor and offer to purchase the claim. Some of the written communications from these entities may easily be confused with official court documentation or communications from the debtor. These entities do not represent the bankruptcy court or the debtor. The creditor has no obligation to sell its claim. However, if the creditor decides to sell its claim, any transfer of such claim is subject to FRBP 3001(e), any applicable provisions of the Bankruptcy Code (11 U.S.C. § 101 et seq.), and any applicable orders of the bankruptcy court.

**EXHIBIT C**

**(Proposed Publication Notice)**

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

In re:	)	Chapter 11
	)	
Life Fund 5.1, LLC;	)	Case No. 09-32672
Life Fund 5.2, LLC;	)	Case No. 09-32674
Houston Tanglewood Partners, LLC.	)	Case No. 09-32676
A&O Resource Management, Ltd.;	)	Case No. 09-32677
A&O Life Fund, LLC;	)	Case No. 09-32678
A&O Bonded Life Assets, LLC;	)	Case No. 09-32679
A&O Bonded Life Settlements, LLC; and	)	Case No. 09-32681
	)	
Debtors.	)	(Jointly Administered Under 09-32672)
	)	Honorable A. Benjamin Goldgar

**NOTICE OF AUGUST 31, 2010 DEADLINE TO FILE PROOFS OF CLAIM**

**PLEASE TAKE NOTICE** that all entities holding or wishing to assert against any of the above-captioned Debtors an unsecured or secured claim (as defined in section 101(5) of the Bankruptcy Code) that arose prior to September 2, 2009 are required to file a separate, completed and executed proof of Claim on or before **August 31, 2010 at 5:00 p.m. eastern time**. If you have already submitted a proof of Claim, then you do not need to (and should not) file another proof of Claim for the same Claim. Each proof of claim must set forth the full name of the debtor and that debtor's case number to which the Claim applies and be in English and in U.S. Dollars. Each original proof of claim must be signed and: (1) sent via US Mail to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, P.O. Box 9553, Dublin, OH 43017-4853; or (2) sent via overnight or hand delivery to: The Garden City Group, Inc., Attn: Life Funds Claims Processing, 5151 Blazer Parkway, Suite A, Dublin, OH 43017. All claims must be received prior to **August 31, 2010 at 5:00 p.m. eastern time**. Proofs of Claim may not be submitted by facsimile or email. Proof of claim forms and other information about the Debtors' cases are available at [www.lifefundstrustee.com](http://www.lifefundstrustee.com). **ANY CREDITOR WHO FAILS TO FILE A PROOF OF CLAIM ON OR BEFORE AUGUST 31, 2010 AT 5:00 P.M. EASTERN TIME WILL BE FOREVER BARRED, ESTOPPED AND ENJOINED FROM ASSERTING SUCH CLAIM AGAINST THE DEBTORS AND SUCH CLAIMANT SHALL NOT BE PERMITTED TO VOTE ON ANY CHAPTER 11 PLAN OR PARTICIPATE IN ANY DISTRIBUTION IN THE DEBTORS' CHAPTER 11 CASES ON ACCOUNT OF SUCH CLAIM(S)**. Questions regarding this notice, including requests for a proof of Claim form, may be directed to counsel to the debtors at Proskauer Rose LLP, 70 W. Madison St., Chicago, Illinois 60602-4342, Attn: Jeremy T. Stillings, Telephone (312) 962-3500.