

Office of the Receiver  
Landmarc Capital & Investment Company  
14555 N. Scottsdale Road, Suite 340  
Scottsdale, AZ 85254

January 5, 2012

Re: December 2011 Loan/Property Status Report

Dear Investor Managers of Landmarc Capital Partners, LLC:

The Maricopa County Superior Court appointed the Superintendent of the Arizona Department of Financial Institutions as the Receiver of Landmarc Capital & Investment Company ("Landmarc").

This letter and its attachment(s) comprise the December 2011 Loan/Property Status Report.

Attached as Exhibit "A" is a spreadsheet that provides a description of each of the loans or properties held by the Receivership for Landmarc Capital Partners, LLC ("Capital Partners"). Exhibit "A" should be read in concert with the documents that were sent to you in September 2009 (and each Report issued since that date) which included a spreadsheet of all Capital Partners loans/assets.

If you have misplaced any Report since that date, copies are located at the Receiver's website:

[www.lcimortgage.com](http://www.lcimortgage.com)

As of December 31, 2011, there were forty seven (47) loans/assets being managed by the Receiver on behalf of Capital Partners. These forty seven (47) loans/assets have a face value of \$32,393,350 of which \$13,304,661 is allocable to Capital Partners.

Five (5) of the loans with a partners' investment value of \$3,544,853 are current.

Four (4) loans with a partners' investment value of \$2,953,827 are in some stage of the foreclosure process.

Two (2) loans with a partners' investment value of \$444,327 are in some stage of bankruptcy proceedings.

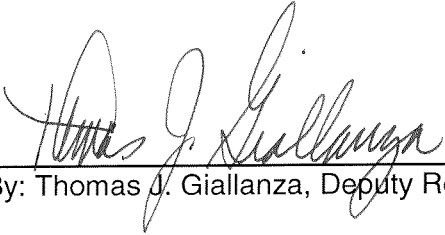
As of December 31, 2011, there are thirty one (31) Capital Partners REO properties. twenty-five (25) of these properties are residential properties in active rental status, of which seventeen (17) are rented.

Letter to Investor Managers of Landmarc Capital Partners, LLC  
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In the month of December, \$47,061 was collected in mortgage payments. Rental income of \$13,254 was received, generating \$ 9,761 of net rental income after fees and expenses (primarily repairs).

Sincerely,

Landmarc Capital & Investment Company

A handwritten signature in black ink, appearing to read "Thomas J. Giallanza", is written over a horizontal line.

By: Thomas J. Giallanza, Deputy Receiver

TJG:rng

Landmarc Capital Partners						
Loan/Asset Status		Exhibit "A"				
12/31/2011						
Type	Status	Loan	Last Payment	Beneficial Ownership from Landmarc's database	Face Value	Capital Partners' Investment Value
<b>Properties Subject To Claims Process</b>						
Commercial	C	8021881	12/01/2011	22.330%	515,000	115,000
Commercial	C	7061120	12/01/2011	48.530%	680,000	330,004
Residential	>60 - Forb	6090690	10/01/2011	100.000%	119,986	119,986
Residential	C	LC051114	12/01/2011	100.000%	70,722	70,722
Residential	>30	6080610	11/01/2011	100.000%	118,500	118,500
Residential	>30- Forb	6060443	11/01/2011	40.541%	147,999	60,000
Residential	C- Forb	7071142	12/01/2011	100.000%	69,670	69,670
Residential	>30	7071137	11/01/2011	100.000%	134,626	134,626
Residential	>150 - Forb	LC051022	06/01/2011	100.000%	229,999	229,999
Commercial	T	8081976	03/01/2009	53.877%	1,440,000	775,829
Land	BK	8021878	11/01/2008	20.790%	1,750,000	363,825
Land	BK	8041902	11/01/2008	12.481%	645,000	80,502
<b>Land (Note 1)</b>	C- Forb	8051927	12/01/2011	85.410%	3,465,000	2,959,457
Land	REO	7121853	07/01/2008	16.361%	14,500,000	2,372,345
Land	REO	8041903	11/01/2008	28.037%	535,000	149,998
Land	T	7051066	02/01/2009	97.533%	650,000	633,965
Land	T	8031896	12/01/2008	32.297%	3,310,000	1,069,031
Land	T	8061945	06/01/2009	95.960%	495,000	475,002
Residential	REO	7051074	08/01/2009	68.319%	145,656	99,511
Residential	REO	7081784	04/01/2010	11.420%	162,000	18,500
Residential	REO	EMP09-004	12/01/2009	100.000%	73,200	73,200
Residential	REO	EMP09-008	12/01/2009	100.000%	74,400	74,400
Residential	REO	EMP09-009	12/01/2009	100.000%	72,000	72,000
Residential	REO	EMP09-012	12/01/2009	100.000%	72,000	72,000
Residential	REO	EMP09-013	12/01/2009	100.000%	67,200	67,200
Residential	REO	EMP09-015	12/01/2009	100.000%	58,500	58,500
Residential	REO	EMP09-016	12/01/2009	100.000%	75,900	75,900
Residential	REO	EMP09-017	12/01/2009	100.000%	66,000	66,000
Residential	REO	EMP09-018	12/01/2009	100.000%	74,250	74,250
Residential	REO	EMP09-019	12/01/2009	100.000%	63,000	63,000
Residential	REO	EMP09-020	12/01/2009	100.000%	74,750	74,750
Residential	REO	EMP09-021	12/01/2009	100.000%	67,275	67,275
Residential	REO	EMP09-022	12/01/2009	100.000%	54,000	54,000
Residential	REO	EMP09-023	12/01/2009	100.000%	66,000	66,000
Residential	REO	EMP09-024	12/01/2009	100.000%	59,800	59,800
Residential	REO	EMP09-025	12/01/2009	100.000%	54,600	54,600
Residential	REO	EMP09-026	12/01/2009	100.000%	67,100	67,100
Residential	REO	EMP09-027	12/01/2009	100.000%	66,000	66,000
Residential	REO	EMP09-028	12/01/2009	100.000%	64,350	64,350
Residential	REO	EMP09-029	12/01/2009	100.000%	57,850	57,850
Residential	REO	EMP09-030	12/01/2009	100.000%	74,750	74,750

Type	Status	Loan	Last Payment	Beneficial Ownership from Landmarc's database	Face Value	Capital Partners' Investment Value
Residential	REO	EMP09-031	12/01/2009	100.000%	60,450	60,450
Residential	REO	EMP09-036	12/01/2009	100.000%	65,000	65,000
Residential	REO	EMP09-037	12/01/2009	100.000%	65,000	65,000
Residential	REO	EMP09-038	12/01/2009	100.000%	58,500	58,500
Residential	REO	6030252	08/11/2009	100.000%	34,817	34,817
Under Const	REO	8081970	01/01/2009	90.082%	1,522,500	1,371,498
					32,393,350	13,304,661
<b>Total</b>					<b>32,393,350</b>	<b>13,304,661</b>
Note 1 - Loan modification terms of the agreement dated December 16, 2011 increased the balance of the note by \$ 202,050 to \$ 3,500,000. Collected \$ 35,000 in December 2011.						
BK = Bankruptcy C = Current Extension = Loan extension Forb = Forbearance REO = Real Estate Owned T = Trustee Sale in Process TRF = Transferred loan to third party servicer						
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