

**IN THE UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF INDIANA
INDIANAPOLIS DIVISION**

UNITED STATES SECURITIES AND)
EXCHANGE COMMISSION,)
)
Plaintiff,)
)
v.) CAUSE NO. 1:05-cv-01102-DFH-TAB
)
ALANAR, INC., et al.,)
)
Defendants,)
)
and)
)
CHURCHMEN’S INVESTMENT)
CORPORATION, et al.,)
)
Relief Defendants.)

**ORDER GRANTING RECEIVER’S MOTION TO AUTHORIZE SECOND PARTIAL
DISTRIBUTIONS TO HOLDERS OF “CATEGORY B” AND “OTHER” BONDS,
INVESTORS IN BOND FUNDS AND APPROVED TRADE CREDITORS**

Bradley W. Skolnik, Court-appointed Receiver (the “Receiver”), having filed his “Motion to Authorize Second Partial Distributions to Holders of ‘Category B’ and ‘Other’ Bonds, Investors in Bond Funds and Approved Trade Creditors,” which motion is on file with the Court and a part of the Court’s record in this cause, and the Court having examined same and being duly advised, now finds that said motion should be GRANTED.

IT IS THEREFORE ORDERED, ADJUDGED AND DECREED that the Receiver is authorized to use \$10,000,000 of pooled funds from the Receivership Estate to make partial distributions to holders of “Category B” and “Other” Bonds and Investors in Bond Funds, as those terms are defined by the August 28, 2007 Approved Alternative Alanar Receivership Plan (Docket No. 321), and to those “Trade Creditors” whose “Trade Creditor Claims” have been

approved by the Receiver, as those terms are defined by the June 12, 2009 Trade Creditor Claims Procedure (Docket No. 724).

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that the Receiver is authorized to make an additional distribution to those Trade Creditors entitled to receive distributions for the initial distribution authorized by the Court's January 9, 2009 "Order Granting Receiver's Motion to Authorize Partial Distributions to Holders of 'Category B' and 'Other' Bonds" (Docket No. 650) to which the particular Trade Creditor would have been entitled based on that Trade Creditor's "Adjusted Trade Creditor Claim," as that term is defined by the Trade Creditor Claims Procedure.

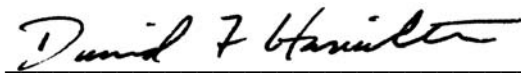
IT IS FURTHER ORDERED, ADJUDGED AND DECREED that distributions will not be made where the amount distributed will be less than \$10, but the Receiver shall hold such amounts until a subsequent distribution where the aggregate amount to be distributed is \$10 or more.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that distributions to holders of Category B and "Other" Bonds and Investors in Bond Funds who have filed a "Request for Adjudication" be calculated using the "Adjusted Net Investor Claim," as those terms are defined by the May 5, 2008 Investor Claims Procedure (Docket No. 392), initially determined by the Receiver, with any subsequent distributions adjusted to reflect any change to an Adjusted Net Investor Claim as a result of the Court's ruling on a Request for Adjudication.

IT IS FURTHER ORDERED, ADJUGED AND DECREED that distributions to any Trade Creditor who is eligible to receive a distribution and who has filed a "Request for Redetermination" be calculated using the Adjusted Trade Creditor Claim determined by the Receiver with any subsequent distributions adjusted to reflect any change to an Adjusted Net

Trade Creditor Claim as a result of any redetermination by the Receiver or the Court's ruling on any subsequent "Request for Adjudication," as those terms are defined by the Trade Creditor Claims Procedure.

ALL OF WHICH IS ORDERED this 17th day of December, 2009



DAVID F. HAMILTON, JUDGE
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