

Linda S. Payne
Chapter 7 Bankruptcy Trustee
12770 Coit Road, Suite 541
Dallas, TX 75251
972 628 3695
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UNITED STATES BANKRUPTCY COURT
DISTRICT OF
DIVISION

In re: §
AKCEM CORPORATION § Case No. 07-42642 BTR
Debtor(s) §

TRUSTEE'S FINAL REPORT (TFR)

The undersigned trustee hereby makes this Final Report and states as follows:

1. A petition under chapter of the United States Bankruptcy Code was filed on . The case was converted to one under Chapter 7 on . The undersigned trustee was appointed on .
2. The trustee faithfully and properly fulfilled the duties enumerated in 11 U.S.C. §704.
3. All scheduled and known assets of the estate have been reduced to cash, released to the debtor as exempt property pursuant to 11 U.S.C. § 522, or have been or will be abandoned pursuant to 11 U.S.C. § 554. An individual estate property record and report showing the disposition of all property of the estate is attached as **Exhibit A**.
4. The trustee realized gross receipts of \$

Funds were disbursed in the following amounts:

Payments made under an interim
disbursement
Administrative expenses
Other payments to creditors
Non-estate funds paid to 3rd Parties
Exemptions paid to the debtor
Other payments to the debtor

Leaving a balance on hand of¹ \$

The remaining funds are available for distribution.

¹The balance of funds on hand in the estate may continue to earn interest until disbursed. The interest earned prior to disbursement will be distributed pro rata to creditors within each priority category. The trustee may receive additional compensation not to exceed the maximum compensation set forth under 11 U.S.C. §326(a) on account of the disbursement of the additional interest.

5. Attached as **Exhibit B** is a cash receipts and disbursements record for each estate bank account.

6. The deadline for filing non-governmental claims in this case was _____ and the deadline for filing governmental claims was _____. All claims of each class which will receive a distribution have been examined and any objections to the allowance of claims have been resolved. If applicable, a claims analysis, explaining why payment on any claim is not being made, is attached as **Exhibit C**.

7. The Trustee's proposed distribution is attached as **Exhibit D**.

8. Pursuant to 11 U.S.C. § 326(a), the maximum compensation allowable to the trustee is \$ _____. To the extent that additional interest is earned before case closing, the maximum compensation may increase.

The trustee has received \$ _____ as interim compensation and now requests a sum of \$ _____, for a total compensation of \$ _____². In addition, the trustee received reimbursement for reasonable and necessary expenses in the amount of \$ _____, and now requests reimbursement for expenses of \$ _____, for total expenses of \$ _____.

Pursuant to Fed R Bank P 5009, I hereby certify, under penalty of perjury, that the foregoing report is true and correct.

Date: _____ By: /s/LINDA PAYNE, TRUSTEE
Trustee

STATEMENT: This Uniform Form is associated with an open bankruptcy case, therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

² If the estate is administratively insolvent, the dollar amounts reflected in this paragraph may be higher than the amounts listed in the Trustee's Proposed Distribution (Exhibit D).

UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF TEXAS

In Re:)
AKCEM CORPORATION) 07-42642 -BTR
EIN: 43-1975938) Chapter 7
)
)
)
Debtor(s).)

TRUSTEE INTERIM REPORT

The Trustee, hereby files his Individual Estate Property Record and Report (Form 1) for the nine month reporting period ending 01/13/2011. This report is intended to provide parties in interest with a general accounting of the Trustee's case administration.

Column 1: Asset Description (Scheduled and Unscheduled Property): This is a listing of all the Debtor's interest in assets from the petition, schedules, and statement of financial affairs. Also listed are unscheduled assets discovered by the Trustee, income of the estate (including post-petition interest on bank accounts), and claims which the estate may possess.

Column 2: Petition/Unscheduled Values: Column 2 reflects the dollar value of each asset, as first assigned by Debtor in the filed Schedules, or by the Trustee's initial estimate of values in the case of unscheduled assets. Scheduled values are often unreliable and may change significantly throughout the course of Trustee's investigation and administration.

Column 3: Estimated Net Value(Value Determined by Trustee Less Liens, Exemptions and Other Costs: Column 3 reflects the value of each asset as determined by the Trustee minus any appropriate adjustment. This value represents the Trustee's best initial estimate of **net** sale or liquidation value of the asset. Actual liquidation value may differ as a result of market conditions at the time of sale, costs of recovery, storage, insurance and sale.

Column 4: Property Abandoned: If this column is blank it means either that (1) Trustee intends to administer the asset, (2) Trustee has not decided, or (3) Trustee has already liquidated the asset. An entry of "OA" indicates the property has or will be formally abandoned under 11 U.S.C. 554 (a). An entry of "DA" indicates that the property will be abandoned at closing of the case under 11 U.S.C. 554 (c).

Column 5: Sales/Funds Received by the Estate: Column 5 indicates the **gross** amount of proceeds received from the liquidation of each asset regardless of amounts paid out to secured creditors or for expenses.

Column 6: Asset Fully Administered/Gross Value of Remaining Assets: When an asset has been fully administered either by liquidation, formal abandonment, or the Trustee has reached a decision to abandon at closing of the estate, the entry "FA" will be listed in Column 6. For assets still being administered, column 6 reflects the Trustee's current best estimate of the **gross** value. Actual liquidation value may differ as a result of market conditions at the time of sale. Note: The difference between Columns 3 and 5 does not necessarily equal the figure in Column 6.

Other Information: Note that the Trustee has provided information about matters pending in the case and projected date for filing the Trustee's Final Report (TFR).

Dated: _____

Respectfully Submitted,

LINDA PAYNE, TRUSTEE, Chapter 7 Trustee
12770 Coit Road
Suite 541 Banner Place
Dallas, TX 75251
972-628-3695

FORM 1
INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT
ASSET CASES

Case No: 07-42642 BTR Judge: Brenda T. Rhoades
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Date Filed (f) or Converted (c): 10/09/08 (c)
341(a) Meeting Date: 11/14/08
Claims Bar Date: 03/12/09

For Period Ending: 01/13/11

1	2	3	4	5	6
Asset Description (Scheduled and Unscheduled (u) Property)	Petition/ Unscheduled Values	Estimated Net Value (Value Determined by Trustee, Less Liens, Exemptions, and Other Costs)	Property Abandoned OA=554(a) Abandon DA=554(c) Abandon	Sale/Funds Received by the Estate	Asset Fully Administered (FA)/ Gross Value of Remaining Assets
1. 217 E. Louisiana, McKinney, TX Question on second lien 1st lien - Capital One sold to RJR Possible 2nd - Frontier Leasing	450,000.00	0.00		275,100.00	FA
2. Cash	100.00	0.00	DA	0.00	FA
3. Rents Tenant in building (It Spoke to Me).	5,852.00	2,500.00		26,898.39	FA
4. Lawsuit - Frontier Leasing Total price of lease. Paid with closing of building. No need to pursue	860,446.00	0.00	DA	0.00	FA
5. License for accounting business processes and So Debtor testified that it had no value.	182,444.00	0.00	DA	0.00	FA
INT. Post-Petition Interest Deposits (u)	Unknown	N/A		48.94	Unknown

				Gross Value of Remaining Assets
TOTALS (Excluding Unknown Values)	\$1,498,842.00	\$2,500.00	\$302,047.33	\$0.00
				(Total Dollar Amount in Column 6)

Major activities affecting case closing which are not reflected above, and matters pending, date of hearing or sale, and other action:

Accountant all info for final tax return

FORM 1
INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT
ASSET CASES

Page: 2
Exhibit A

Case No: 07-42642 BTR Judge: Brenda T. Rhoades
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Date Filed (f) or Converted (c): 10/09/08 (c)
341(a) Meeting Date: 11/14/08
Claims Bar Date: 03/12/09

Initial Projected Date of Final Report (TFR): 12/01/10

Current Projected Date of Final Report (TFR): 12/01/10

FORM 2
ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-42642 -BTR
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Bank Name: Union Bank
Account Number / CD #: *****1684 Money Market Account

Taxpayer ID No: *****5938
For Period Ending: 01/13/11

Blanket Bond (per case limit): \$ 300,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
			BALANCE FORWARD				0.00
C 10/01/09		Transfer from Acct #*****8465	Bank Funds Transfer	9999-000	27,002.98		27,002.98
C 10/07/09	1	Republic Title of Texas, Inc. REPUBLIC TITLE OF TEXAS RGR INVESTMENTS	Sale of Real Property Memo Amount: 275,000.00 Sale of Real Property Memo Amount: (242,755.83) Secured Creditor Memo Amount: (16,500.00) Real Estate Fees Memo Amount: (3,414.70) Closing Costs Memo Amount: (5,898.50) Property taxes	1110-000 7100-000 3510-000 2500-000 4700-000	6,430.97		33,433.95
C 10/30/09	INT	Union Bank	Interest Rate 0.250	1270-000	6.52		33,440.47
C 11/30/09	INT	Union Bank	Interest Rate 0.250	1270-000	7.10		33,447.57
C 12/31/09	INT	Union Bank	INTEREST REC'D FROM BANK	1270-000	7.10		33,454.67
C 01/29/10	INT	Union Bank	Interest Rate 0.100	1270-000	3.05		33,457.72
C 02/26/10	INT	Union Bank	Interest Rate 0.100	1270-000	2.55		33,460.27
C 03/16/10	000101	FRONTIER LEASING JOHN C. LEININGER, BRACEWELL & GIULIANI LLP, 1445 ROSS AVE., STE. 3800	Secured portion of claim	4110-000		6,430.97	27,029.30

Page Subtotals 33,460.27 6,430.97

FORM 2
ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-42642 -BTR
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Bank Name: Union Bank
Account Number / CD #: *****1684 Money Market Account

Taxpayer ID No: *****5938
For Period Ending: 01/13/11

Blanket Bond (per case limit): \$ 300,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
		DALLAS, TX 75202					
C 03/31/10	INT	Union Bank	Interest Rate 0.100	1270-000	3.00		27,032.30
C 04/30/10	INT	Union Bank	Interest Rate 0.100	1270-000	2.58		27,034.88
C 05/27/10	000102	BILL PAYNE 12770 Coit Road Suite 541 Banner Place Dallas, TX 75251	Attorney Fees and Expenses Fees 5,390.00 Expenses 3.57	 3210-000 3220-000		5,393.57	21,641.31
C 05/28/10	INT	Union Bank	Interest Rate 0.100	1270-000	2.04		21,643.35
C 06/30/10	INT	Union Bank	Interest Rate 0.100	1270-000	1.95		21,645.30
C 07/30/10	INT	Union Bank	Interest Rate 0.100	1270-000	1.77		21,647.07
C 08/31/10	INT	Union Bank	Interest Rate 0.100	1270-000	1.89		21,648.96
C 09/08/10	000103	Sheldon Levy, CPA 6320 Southwestern Blvd Suite 204 Ft Worth, TX 76109	Accountant fees and expenses Fees 3,625.00 Expenses 67.82	 3410-000 3420-000		3,692.82	17,956.14
C 09/30/10	INT	Union Bank	Interest Rate 0.100	1270-000	1.60		17,957.74

Page Subtotals 14.83 9,086.39

FORM 2

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-42642 -BTR
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Bank Name: Union Bank
Account Number / CD #: *****1684 Money Market Account

Taxpayer ID No: *****5938
For Period Ending: 01/13/11

Blanket Bond (per case limit): \$ 300,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
C 10/29/10	INT	Union Bank	Interest Rate 0.100	1270-000	1.42		17,959.16
C 11/30/10	INT	Union Bank	Interest Rate 0.050	1270-000	0.82		17,959.98
C 12/31/10	INT	Union Bank	Interest Rate 0.050	1270-000	0.74		17,960.72
C 01/12/11	INT	Union Bank	INTEREST REC'D FROM BANK	1270-000	0.22		17,960.94
C 01/12/11		Transfer to Acct #*****3979	Final Posting Transfer	9999-000		17,960.94	0.00

Memo Allocation Receipts: 275,000.00
Memo Allocation Disbursements: 268,569.03

Memo Allocation Net: 6,430.97

COLUMN TOTALS 33,478.30 33,478.30 0.00
Less: Bank Transfers/CD's 27,002.98 17,960.94
Subtotal 6,475.32 15,517.36
Less: Payments to Debtors 0.00
Net 6,475.32 15,517.36

FORM 2
ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-42642 -BTR
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Bank Name: Union Bank
Account Number / CD #: *****3979 Checking Account

Taxpayer ID No: *****5938
For Period Ending: 01/13/11

Blanket Bond (per case limit): \$ 300,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
			BALANCE FORWARD				0.00
C 01/12/11		Transfer from Acct #*****1684	Transfer In From MMA Account	9999-000	17,960.94		17,960.94

Memo Allocation Receipts:	0.00	COLUMN TOTALS	17,960.94	0.00	17,960.94
Memo Allocation Disbursements:	0.00	Less: Bank Transfers/CD's	<u>17,960.94</u>	<u>0.00</u>	
Memo Allocation Net:	<u>0.00</u>	Subtotal	0.00	0.00	
		Less: Payments to Debtors		<u>0.00</u>	
		Net	0.00	0.00	

Page Subtotals 17,960.94 0.00

FORM 2
ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 07-42642 -BTR
Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE
Bank Name: JPMorgan Chase Bank, N.A.
Account Number / CD #: *****8465 Money Market Account

Taxpayer ID No: *****5938
For Period Ending: 01/13/11

Blanket Bond (per case limit): \$ 300,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
			BALANCE FORWARD				0.00
C 05/15/09	3	Legacy Bank	Close out bank account with rents	1129-000	22,898.39		22,898.39
C 05/29/09	INT	JPMORGAN CHASE BANK, N.A.	Interest posting at 0.0500%	1270-000	0.34		22,898.73
C 06/30/09	INT	JPMORGAN CHASE BANK, N.A.	Interest posting at 0.0500%	1270-000	0.99		22,899.72
C 07/01/09	3	JKWC, LP	Rent DEPOSIT CHECK #1717	1129-000	2,000.00		24,899.72
C 07/20/09	3	JKWC LP	RENT DEPOSIT CHECK #17369	1129-000	2,000.00		26,899.72
C 07/31/09	INT	JPMORGAN CHASE BANK, N.A.	Interest posting at 0.0500%	1270-000	1.07		26,900.79
C 08/20/09	1	David Wideman	Earnest money DEPOSIT CHECK #1043	1110-000	100.00		27,000.79
C 08/31/09	INT	JPMORGAN CHASE BANK, N.A.	Interest posting at 0.0500%	1270-000	1.13		27,001.92
C 09/30/09	INT	JPMorgan Chase Bank, N.A.	INTEREST REC'D FROM BANK	1270-000	1.06		27,002.98
C 10/01/09		Transfer to Acct #*****1684	Bank Funds Transfer	9999-000		27,002.98	0.00

Page Subtotals 27,002.98 27,002.98

EXHIBIT C
ANALYSIS OF CLAIMS REGISTER

Case Number: 07-42642 Page 1
 Debtor Name: AKCEM CORPORATION Date: January 31, 2011
Claim Class Sequence

Code #	Creditor Name & Address	Claim Class	Notes	Amount Allowed	Paid to Date	Claim Balance
001 3210-00	BILL PAYNE 12770 Coit Road Suite 541 Banner Place Dallas, TX 75251	Administrative		\$5,393.57	\$5,393.57	\$0.00
001 3410-00	Sheldon Levy, CPA 6320 Southwestern Blvd Suite 204 Ft Worth, TX 76109	Administrative		\$3,692.82	\$3,692.82	\$0.00
4 001 2950-00	U. S. TRUSTEE 300 PLAZA TOWER 110 NORTH COLLEGE AVE. TYLER, TX 75702	Administrative		\$325.00	\$0.00	\$325.00
1 -2 070 7100-00	FRONTIER LEASING JOHN C. LEININGER, BRACEWELL & GIULIANI LLP, 1445 ROSS AVE., STE. 3800 DALLAS, TX 75202	Unsecured		\$150,274.81	\$0.00	\$150,274.81
1 100 4110-00	FRONTIER LEASING JOHN C. LEININGER, BRACEWELL & GIULIANI LLP, 1445 ROSS AVE., STE. 3800 DALLAS, TX 75202	Secured		\$6,430.97	\$6,430.97	\$0.00
1 -3 100 4110-00	FRONTIER LEASING JOHN C. LEININGER, BRACEWELL & GIULIANI LLP, 1445 ROSS AVE., STE. 3800 DALLAS, TX 75202	Secured		\$0.00	\$0.00	\$0.00
2 100 4110-00	CAPITAL ONE, N.A. C/O HEATHER FORREST, JACKSON WALKER L.L.P., 901 MAIN STREET, SUITE 6000 DALLAS, TX 75202	Secured		\$0.00	\$0.00	\$0.00
3 050 4110-00	RGR INVESTEMENTS, INC. STEVEN J. HEATH, ATTORNEY TRIWEST PLAZA, 3030 LBJ FRWY, SUITE 700 DALLAS, TX 75234	Secured		\$0.00	\$242,755.83	\$-242,755.83
Case Totals:				\$166,117.17	\$258,273.19	\$-92,156.02

Code #: Trustee's Claim Number, Priority Code, Claim Type

TRUSTEE'S PROPOSED DISTRIBUTION

Exhibit D

Case No.: 07-42642 BTR

Case Name: AKCEM CORPORATION

Trustee Name: LINDA PAYNE, TRUSTEE

Balance on hand \$

Claims of secured creditors will be paid as follows:

Claim No.	Claimant	Claim Asserted	Allowed Amount of Claim	Interim Payment to Date	Proposed Payment
1	FRONTIER LEASING	\$	\$	\$	\$

Total to be paid to secured creditors \$ _____

Remaining Balance \$ _____

Applications for chapter 7 fees and administrative expenses have been filed as follows:

Reason/Applicant	Total Requested	Interim Payments to Date	Proposed Payment
Trustee Fees: LINDA PAYNE, TRUSTEE	\$	\$	\$
Trustee Expenses: LINDA PAYNE, TRUSTEE	\$	\$	\$
Attorney for Trustee Fees: BILL PAYNE	\$	\$	\$
Attorney for Trustee Expenses: BILL PAYNE	\$	\$	\$
Accountant for Trustee Fees: Sheldon Levy, CPA	\$	\$	\$
Accountant for Trustee Expenses: Sheldon Levy, CPA	\$	\$	\$
Fees: U. S. TRUSTEE	\$	\$	\$

Total to be paid for chapter 7 administrative expenses \$ _____

Remaining Balance \$ _____

Applications for prior chapter fees and administrative expenses have been filed as follows:

NONE

In addition to the expenses of administration listed above as may be allowed by the Court, priority claims totaling \$ _____ must be paid in advance of any dividend to general (unsecured) creditors.

Allowed priority claims are:

NONE

The actual distribution to wage claimants included above, if any, will be the proposed payment less applicable withholding taxes (which will be remitted to the appropriate taxing authorities).

Timely claims of general (unsecured) creditors totaling \$ _____ have been allowed and will be paid *pro rata* only after all allowed administrative and priority claims have been paid in full. The timely allowed general (unsecured) dividend is anticipated to be _____ percent, plus interest (if applicable).

Timely allowed general (unsecured) claims are as follows:

Claim No.	Claimant	Allowed Amount of Claim	Interim Payments to Date	Proposed Payment
1 -2	FRONTIER LEASING	\$ _____	\$ _____	\$ _____

Total to be paid to timely general unsecured creditors \$ _____

Remaining Balance \$ _____

Tardily filed claims of general (unsecured) creditors totaling \$ _____ have been allowed and will be paid *pro rata* only after all allowed administrative, priority and timely filed general (unsecured) claims have been paid in full. The tardily filed claim dividend is anticipated to be _____ percent.

Tardily filed general (unsecured) claims are as follows:

NONE

Subordinated unsecured claims for fines, penalties, forfeitures, or damages and claims ordered subordinated by the Court totaling \$ have been allowed and will be paid *pro rata* only after all allowed administrative, priority and general (unsecured) claims have been paid in full. The dividend for subordinated unsecured claims is anticipated to be percent.

Subordinated unsecured claims for fines, penalties, forfeitures or damages and claims ordered subordinated by the Court are as follows:

NONE