

6. The deadline for filing claims in this case 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 \$. 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/Stephen J. Zayler
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.

TRUSTEE'S PROPOSED DISTRIBUTION

Exhibit D

Case No.: 08-90198 BP9
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Trustee Name: Stephen J. Zayler

Claims of secured creditors will be paid as follows:

| <i>Claimant</i> | <i>Proposed Payment</i> |
|-----------------|-------------------------|
| _____ | \$ _____ |
| _____ | \$ _____ |
| _____ | \$ _____ |

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

| <i>Reason/Applicant</i> | <i>Fees</i> | <i>Expenses</i> |
|--|-------------|-----------------|
| <i>Trustee: Stephen J. Zayler</i> _____ | \$ _____ | \$ _____ |
| <i>Attorney for trustee:</i> _____ | \$ _____ | \$ _____ |
| <i>Appraiser:</i> _____ | \$ _____ | \$ _____ |
| <i>Auctioneer:</i> _____ | \$ _____ | \$ _____ |
| <i>Accountant:</i> _____ | \$ _____ | \$ _____ |
| <i>Special Attorney for trustee:</i> _____ | \$ _____ | \$ _____ |
| <i>Charges:</i> _____ | \$ _____ | \$ _____ |
| <i>Fees:</i> _____ | \$ _____ | \$ _____ |
| <i>Other:</i> _____ | \$ _____ | \$ _____ |
| <i>Other:</i> _____ | \$ _____ | \$ _____ |

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

| <i>Reason/Applicant</i> | <i>Fees</i> | <i>Expenses</i> |
|-----------------------------|-------------|-----------------|
| <u>Attorney for debtor:</u> | \$ _____ | \$ _____ |
| <u>Attorney for:</u> | \$ _____ | \$ _____ |
| <u>Accountant for:</u> | \$ _____ | \$ _____ |
| <u>Appraiser for:</u> | \$ _____ | \$ _____ |
| <u>Other:</u> | \$ _____ | \$ _____ |

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:

| <i>Claim Number</i> | <i>Claimant</i> | <i>Allowed Amt. of Claim</i> | <i>Proposed Payment</i> |
|---------------------|-----------------|------------------------------|-------------------------|
| _____ | _____ | \$ _____ | \$ _____ |
| _____ | _____ | \$ _____ | \$ _____ |
| _____ | _____ | \$ _____ | \$ _____ |

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.

Timely allowed general (unsecured) claims are as follows:

| <i>Claim Number</i> | <i>Claimant</i> | <i>Allowed Amt. of Claim</i> | <i>Proposed Payment</i> |
|---------------------|---|------------------------------|-------------------------|
| <u>000001</u> | <u>PYOD LLC its successors and assigns as assignee of</u> | \$ _____ | \$ _____ |

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

| <i>Claim Number</i> | <i>Claimant</i> | <i>Allowed Amt. of Claim</i> | <i>Proposed Payment</i> |
|---------------------|-----------------|------------------------------|-------------------------|
| _____ | _____ | \$ _____ | \$ _____ |
| _____ | _____ | \$ _____ | \$ _____ |
| _____ | _____ | \$ _____ | \$ _____ |

The amount of surplus returned to the debtor after payment of all claims and interest is
\$.

FORM 1- EXHIBIT A
INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT
ASSET CASES

Case No: 08-90198 BP1 Judge: BILL PARKER
Case Name: LEHMAN, HAROLD P
LEHMAN, PATRICIA A
For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
Date Filed (f) or Converted (c): 07/08/08 (f)
341(a) Meeting Date: 08/07/08
Claims Bar Date: 11/24/08

| 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. 19502 LAZY VALLEY DRIVE KATY, TX | 82,506.00 | 82,506.00 | | 55,516.61 | FA |
| 2. HOMESTEAD - 37 COTTONWOOD ROAD, TRINITY, TEXAS | 59,301.00 | 0.00 | DA | 0.00 | FA |
| 3. CHECKING AND/OR SAVINGS ACCOUNT FROST BANK | 336.19 | 336.19 | DA | 0.00 | FA |
| 4. CHECKING AND/OR SAVINGS ACCOUNT CHASE BANK | 46.00 | 46.00 | DA | 0.00 | FA |
| 5. CHECKING AND/OR SAVINGS ACCOUNT FIRST NATIONAL BANK OF TRINITY | 91.00 | 91.00 | DA | 0.00 | FA |
| 6. HOUSEHOLD GOODS | 2,145.00 | 0.00 | DA | 0.00 | FA |
| 7. WEARING APPAREL | 145.00 | 0.00 | DA | 0.00 | FA |
| 8. SEWINIG MACHINE | 10.00 | 0.00 | DA | 0.00 | FA |
| 9. PACIFIC LIFE ANNUNITY HUSBAND | 18,400.00 | 0.00 | DA | 0.00 | FA |
| 10. IRA, RETIREMENT, OR PENSION FUNDS | 120,594.00 | 0.00 | DA | 0.00 | FA |
| 11. 4.97 SHARES AT&T (OR LUCENT) 12 SHARES COMCAST | 464.00 | 464.00 | OA | 0.00 | FA |
| 12. 2003 KIA VAN | 8,000.00 | 0.00 | DA | 0.00 | FA |
| 13. 1998 CHEVY TRUCK | 5,000.00 | 0.00 | DA | 0.00 | FA |
| 14. Post-Petition Interest Deposits (u) | Unknown | N/A | | 13.00 | Unknown |

| | | | | |
|-----------------------------------|--------------|-------------|--|-----------------------------------|
| | | | | Gross Value of Remaining Assets |
| TOTALS (Excluding Unknown Values) | \$297,038.19 | \$83,443.19 | | \$55,529.61 |
| | | | | \$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:

Initial Projected Date of Final Report (TFR): 12/31/20 Current Projected Date of Final Report (TFR): 12/31/10

FORM 2 - EXHIBIT B

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 08-90198 -BP1
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Taxpayer ID No: *****4125
 For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
 Bank Name: BANK OF AMERICA
 Account Number / CD #: *****6277 Money Market Account (Interest Earn

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 |
| 08/06/08 | 1 | NOORUDDIN RAWAT FOUZIA RAWAT | NOTE RECEIVABLE | 1121-000 | 725.00 | | 725.00 |
| 08/29/08 | 14 | BANK OF AMERICA | Interest Rate 0.150 | 1270-000 | 0.07 | | 725.07 |
| 09/08/08 | 1 | NOORUDDIN OR FOUZIA RAWAT | NOTE RECEIVABLE | 1121-000 | 725.00 | | 1,450.07 |
| 09/30/08 | 14 | BANK OF AMERICA | Interest Rate 0.150 | 1270-000 | 0.16 | | 1,450.23 |
| 10/10/08 | 000101 | FOREMOST LLOYDS OF TEXAS 722 PIN OAK ROAD, #208 KATY, TEXAS 77494-0000 | INSURANCE PREMIUM PER COURT ORDER 10/8/08 | 2990-000 | | 355.00 | 1,095.23 |
| 10/31/08 | 14 | BANK OF AMERICA | Interest Rate 0.100 | 1270-000 | 0.14 | | 1,095.37 |
| 11/28/08 | 14 | BANK OF AMERICA | Interest Rate 0.100 | 1270-000 | 0.09 | | 1,095.46 |
| 12/31/08 | 14 | BANK OF AMERICA | Interest Rate 0.010 | 1270-000 | 0.06 | | 1,095.52 |
| 01/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.010 | 1270-000 | 0.01 | | 1,095.53 |
| 02/04/09 | 1 | CHICAGO TITLE INSURANCE COMPANY 21707 KINGSLAND BLVD. SUITE 100 KATY, TEXAS 77450 | PURCHASE PROPERTY 19502 LAZY VALLEY | 1110-000 | 54,066.61 | | 55,162.14 |
| * 02/04/09 | 000102 | CHICAGO TITLE INSURANCE COMPANY 21707 KINGSLAND BLVD., SUITE 100 KATY, TEXAS 77450 | OWNER'S POLICY OF TITLE INSURANCE PER COURT ORDER 1/15/09 | 2500-003 | | 927.00 | 54,235.14 |
| * 02/04/09 | 000102 | CHICAGO TITLE INSURANCE COMPANY 21707 KINGSLAND BLVD., SUITE 100 KATY, TEXAS 77450 | OWNER'S POLICY OF TITLE INSURANCE WILL REVERSE HAVE SEVERAL CHECKS TO WRITE WILL TRANSFER TO CHECKING | 2500-003 | | -927.00 | 55,162.14 |
| * 02/04/09 | 000103 | CENTURY 21 WESTERN REALTY 21945-A KATY FREEWAY KATY, TEXAS 77450 | REAL ESTATE COMMISSION PER COURT ORDER 1/15/09 | 3510-003 | | 3,240.00 | 51,922.14 |
| * 02/04/09 | 000103 | CENTURY 21 WESTERN REALTY 21945-A KATY FREEWAY KATY, TEXAS 77450 | REAL ESTATE COMMISSION HAVE SEVERAL CHECKS TO WRITE WILL REVERSE AND TRANSFER FUNDS TO | 3510-003 | | -3,240.00 | 55,162.14 |

Page Subtotals

55,517.14

355.00

FORM 2 - EXHIBIT B

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 08-90198 -BP1
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Taxpayer ID No: *****4125
 For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
 Bank Name: BANK OF AMERICA
 Account Number / CD #: *****6277 Money Market Account (Interest Earn

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 (\$) |
| * 02/04/09 | 000104 | HARRIS COUNTY PAUL BETTENCOURT TAX ASSESSOR-COLLECTOR PO BOX 4622 HOUSTON, TEXAS 77210-4622 | CHECKING ACCOUNT # 114-668-009-0065 PER COURT ORDER 1/15/09 | 4700-003 | | 649.67 | 54,512.47 |
| * 02/04/09 | 000104 | HARRIS COUNTY PAUL BETTENCOURT TAX ASSESSOR-COLLECTOR PO BOX 4622 HOUSTON, TEXAS 77210-4622 | ACCOUNT # 114-668-009-0065 HAVE SEVERAL CHECKS TO WRITE REVERSE AND TRANSFER FUNDS TO CHECKING | 4700-003 | | -649.67 | 55,162.14 |
| 02/06/09 | | Transfer to Acct #*****1965 | Bank Funds Transfer Transfer funds to pay real estate sale expenses. per court order 1/15/09 | 9999-000 | | 7,330.91 | 47,831.23 |
| 02/27/09 | 14 | BANK OF AMERICA | Interest Rate 0.010 | 1270-000 | 0.30 | | 47,831.53 |
| 03/31/09 | 14 | BANK OF AMERICA | Interest Rate 0.010 | 1270-000 | 0.41 | | 47,831.94 |
| 04/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.05 | | 47,832.99 |
| 05/29/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.21 | | 47,834.20 |
| 06/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.19 | | 47,835.39 |
| 07/31/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.22 | | 47,836.61 |
| 08/31/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.22 | | 47,837.83 |
| 09/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.18 | | 47,839.01 |
| 10/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.21 | | 47,840.22 |
| 11/24/09 | 000105 | STEPHEN J. ZAYLER P. O. BOX 150743 LUFKIN, TX 75915 | ATTORNEY FEES AND EXPENSES Per Order Dated 11/23/09 | | | 2,436.02 | 45,404.20 |
| | | | Fees 2,204.26 | 3110-000 | | | 45,404.20 |
| | | | Expenses 231.76 | 3120-000 | | | 45,404.20 |
| 11/30/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.17 | | 45,405.37 |

Page Subtotals

10.16

9,766.93

FORM 2 - EXHIBIT B

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 08-90198 -BP1
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Taxpayer ID No: *****4125
 For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
 Bank Name: BANK OF AMERICA
 Account Number / CD #: *****6277 Money Market Account (Interest Earn

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 (\$) |
| 12/31/09 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.16 | | 45,406.53 |
| 01/21/10 | 000106 | SANDRA D. SORRELL, C.P.A. 5036 Champions Drive Lufkin, TX 75901 | ACCOUNTANT FEES Per Order 12/30/09 | 3410-000 | | 425.00 | 44,981.53 |
| 01/29/10 | 14 | BANK OF AMERICA | Interest Rate 0.030 | 1270-000 | 1.15 | | 44,982.68 |

| | | | |
|---------------------------|-----------|-----------|-----------|
| COLUMN TOTALS | 55,529.61 | 10,546.93 | 44,982.68 |
| Less: Bank Transfers/CD's | 0.00 | 7,330.91 | |
| Subtotal | 55,529.61 | 3,216.02 | |
| Less: Payments to Debtors | | 0.00 | |
| Net | 55,529.61 | 3,216.02 | |

FORM 2 - EXHIBIT B

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 08-90198 -BP1
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Taxpayer ID No: *****4125
 For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
 Bank Name: BANK OF AMERICA
 Account Number / CD #: *****1965 Checking - Non Interest

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 |
| 02/06/09 | | Transfer from Acct #*****6277 | Bank Funds Transfer | 9999-000 | 7,330.91 | | 7,330.91 |
| | | | Transfer funds to pay real estate sale expenses. per court order 1/15/09 | | | | |
| 02/06/09 | 001001 | CHICAGO TITLE INSURANCE COMPANY 21707 KINGSLAND BLVD., SUITE 100 KATY, TEXAS 77450 | OWNER'S POLICY OF TITLE INSURANCE PER COURT ORDER 1/15/09 | 2500-000 | | 927.00 | 6,403.91 |
| 02/06/09 | 001002 | CENTURY 21 WESTERN REALTY 21945-A KATY FREEWAY KATY, TEXAS 77450 | REAL ESTATE COMMISSION PER COURT ORDER 1/15/09 | 3510-000 | | 3,240.00 | 3,163.91 |
| 02/06/09 | 001003 | HARRIS COUNTY PAUL BETTENCOURT TAX ASSESSOR-COLLECTOR PO BOX 4622 HOUSTON, TEXAS 77210-4622 | ACCOUNT # 114-668-009-0065 ORDER 1/15/09 | 4700-000 | | 649.67 | 2,514.24 |
| 02/06/09 | 001004 | MAYDE CREEK M.U.D. 11111 KATY FREEWAY #725 HOUSTON, TEXAS 77079 | ACCOUNT 147 0321-009-0650 ORDER 1/15/09 | 4700-000 | | 666.53 | 1,847.71 |
| 02/06/09 | 001005 | KATY ISD TAX OFFICE 6301 SOUTH STADIUM LANE KATY, TEXAS 77450 | ACCOUNT 76910000906500 ORDER 1/15/09 | 4700-000 | | 1,347.71 | 500.00 |
| 02/06/09 | 001006 | PRINCIPAL MANAGEMENT GROUP 11000 CORPORATE CENTRE DRIVE SUITE 150 KATY, TEXAS 77041 | TRANSFER FEE AND PROCESSING FEE ORDER 1/15/09 | 2500-000 | | 150.00 | 350.00 |
| 02/06/09 | 001007 | SILVERMILL HOMEOWNER'S ASSOCIATION C/O PRINCIPAL MANAGEMENT GROUP 11000 CORPORATE CENTRE DRIVE SUITE 150 HOUSTON, TEXAS 77041 | HOA DUES FOR 2009 ORDER 1/15/09 | 2500-000 | | 350.00 | 0.00 |

Page Subtotals 7,330.91 7,330.91

FORM 2 - EXHIBIT B

ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 08-90198 -BP1
 Case Name: LEHMAN, HAROLD P
 LEHMAN, PATRICIA A
 Taxpayer ID No: *****4125
 For Period Ending: 02/08/10

Trustee Name: Stephen J. Zayler
 Bank Name: BANK OF AMERICA
 Account Number / CD #: *****1965 Checking - Non Interest

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 (\$) |
| COLUMN TOTALS | | | | | 7,330.91 | 7,330.91 | 0.00 |
| Less: Bank Transfers/CD's | | | | | 7,330.91 | 0.00 | |
| Subtotal | | | | | 0.00 | 7,330.91 | |
| Less: Payments to Debtors | | | | | | 0.00 | |
| Net | | | | | 0.00 | 7,330.91 | |
| TOTAL - ALL ACCOUNTS | | | | | NET DEPOSITS | NET DISBURSEMENTS | ACCOUNT BALANCE |
| Money Market Account (Interest Earn - *****6277 | | | | | 55,529.61 | 3,216.02 | 44,982.68 |
| Checking - Non Interest - *****1965 | | | | | 0.00 | 7,330.91 | 0.00 |
| | | | | | ----- | ----- | ----- |
| | | | | | 55,529.61 | 10,546.93 | 44,982.68 |
| | | | | | ===== | ===== | ===== |
| | | | | | (Excludes Account Transfers) | (Excludes Payments To Debtors) | Total Funds On Hand |

Page Subtotals 0.00 0.00