

UNITED STATES BANKRUPTCY COURT  
MIDDLE DISTRICT OF FLORIDA  
ORLANDO DIVISION  
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In re )  
)  
LOUIS J. PEARLMAN, et al., ) Case No. 6:07-bk-00761-KSJ  
) Chapter 11  
Debtor[s]. )  
\_\_\_\_\_ )

**ORDER GRANTING TRUSTEE'S  
OMNIBUS MOTION FOR ORDER ESTABLISHING NET INVESTMENT METHOD**

Soneet Kapila, the Chapter 11 trustee, has spent over five years administering the Debtors' bankruptcies, and is now certain he will make a distribution to general unsecured creditors.<sup>1</sup> The Trustee has received more than 2,500 investor claims totaling over \$1 billion from investors in Debtors' Ponzi scheme, and seeks an order approving the "Net Investment Method," instead of using the last account statements, to calculate the investors' allowed claims. Consistent with the Memorandum Opinion Granting Trustee's Omnibus Motion for Order Establishing the Net Investment Method (Doc. No. 3918), it is

**ORDERED:**

1. The Trustee's Motion Establishing the Net Investment Method to determine investors' claims (Doc. No. 3824) is granted.
2. The Net Investment Method shall credit the amount of cash actually deposited by an investor into an account with the Debtors and then subtract any amounts actually withdrawn as a return of principal, profits, dividends or interest.

<sup>1</sup> Doc. No. 3824 Trustee's Omnibus Motion for Order Establishing the Net Investment Method Approach as the Appropriate Method for Calculating Allowed Investor Claims.

3. Any proofs of claim seeking an amount greater than the amount of an investor's initial investment shall be reduced to the amount of the initial investment to determine the amount of an investor's allowed claim.

4. The Net Investment Method of accounting for determining investors' claims applies to all investors listed in Exhibit A attached to the related Memorandum Opinion.

DONE AND ORDERED in Orlando, Florida, on December 26, 2012.

A handwritten signature in black ink, appearing to read "Karen S. Jennemann", with the initials "K.S." written in the upper right corner of the signature.

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KAREN S. JENNEMANN  
Chief United States Bankruptcy Judge