

UNITED STATES DISTRICT COURT  
MIDDLE DISTRICT OF FLORIDA

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

KINETIC INVESTMENT GROUP, LLC and  
MICHAEL SCOTT WILLIAMS,

CASE NO.: 8:20-cv-394-MSS-SPF

Defendants, and

KINETIC FUNDS I, LLC,  
KCL SERVICES, LLC d/b/a LENDACY,  
SCIPIO, LLC, LF42, LLC, EL MORRO  
FINANCIAL GROUP, LLC, and  
KIH, INC. f/k/a KINETIC INTERNATIONAL, LLC,

Relief Defendants.

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**TWENTY-FOURTH INTERIM OMNIBUS APPLICATION FOR  
ALLOWANCE AND PAYMENT OF PROFESSIONALS' FEES  
AND EXPENSES FOR OCTOBER 1, 2025 - DECEMBER 31, 2025<sup>1</sup>**

Mark A. Kornfeld, Esq., in his capacity as court-appointed Receiver (the “Receiver”) for Defendant, Kinetic Investment Group, LLC, and Relief Defendants, Kinetic Funds I, LLC, KCL Services, LLC d/b/a Lendacy, Scipio, LLC, LF 42, LLC, El Morro Financial Group, LLC, and KIH Inc., f/k/a Kinetic International, LLC (collectively, the “Receivership Defendants”), moves this Court for the entry of an order awarding fees and costs to the Receiver and his professionals whose retention has been approved by the Court. *See* Docs. 41-43, 47, 154, 207.

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<sup>1</sup> *See* Order Appointing Receiver (Doc. 34 at ¶ 54).

This motion covers all fees and costs incurred from **October 1, 2025**, through **December 31, 2025** (the “Reporting Period”). The Securities and Exchange Commission’s (the “SEC” or the “Commission”) Standardized Fund Accounting Report (“SFAR”) for this period is attached hereto as **Exhibit 1**. The Commission does not oppose this Motion, and Defendant Williams does not take a position on the Motion. In support thereof, the Receiver states as follows:

**I. Preliminary Statement<sup>2</sup>**

The Receiver seeks Court approval to pay the total amount of **\$26,908.13** for the professional services and expenses incurred during this Reporting Period. This Application includes time billed for the three-month period from **October 1, 2025**, through **December 31, 2025** (the “Reporting Period.”) The professionals who seek payment hereunder have made various accommodations given the public interest nature of this appointment, including providing a discount to their normal rates, agreeing to seek payment of fees on a quarterly basis, and not seeking payment for any time incurred prior to the Receiver’s appointment.

This is an extremely complex receivership involving the simultaneous operation of multiple sub-funds in a hedge fund structure, a purportedly independent-yet-intertwined and lending platform, and the use of investor funds to purchase real estate and fund the operation of no less than three companies in Puerto Rico.

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<sup>2</sup> Neither the Receiver nor his attorneys charged for the time spent preparing this motion.

**II. Executive Summary Activities for Reporting Period**

**a. Communicated with Claimant Investors regarding Distribution of Assets and Timeline of Receivership Distribution of Funds**

The Receiver and his staff continue to communicate regularly with claimant investors regarding the Receivership process and distribution timeline. The Receiver and his staff responded to phone calls and written communications from Kinetic Funds investors and continued to provide updates and announcements on the informational website at [www.kineticreceivership.com](http://www.kineticreceivership.com) for investors and other interested parties.

**b. Managed Receiver's Cash Accounts Held at ServisFirst Bank**

Receivership funds are currently being held at ServisFirst Bank. As of the date of this Report, the Receiver has (i) secured, frozen, marshaled, and liquidated assets for the benefit of victim that resulted in the deposit of **approximately \$20 million** in the Receiver's fiduciary bank accounts during the Receiver's appointment; (ii) secured significant real property assets and completed the process of marketing and liquidating those assets which resulted in additional (seven figures) proceeds deposited to the Receivership Estate; (iii) made an initial distribution of **\$13.2 million** to Investor Claimants with approved claims; (iv) made a second distribution of **\$3.5 million** to Investor Claimants with approved claims; and (v) made a third distribution of approximately **\$1.4 million** to Investor Claimants.

The over **\$20 million** recovered for the benefit of victims is the result of the following actions:

- March 6, 2020: Froze approximately **\$7.6 million** in Receivership bank accounts located at BMO Harris Bank;
- March 20, 2020: Liquidated securities located in Kinetic Funds sub-accounts at Interactive Brokers. After satisfying the account margin obligations, approximately **\$5.5 million** was transferred to the Receiver's bank accounts on January 7, 2021;
- June 25, 2020: Liquidated gold coins held by Kinetic Funds for total proceeds of **\$223,877.75** which were deposited into the Receiver's bank accounts;
- November 10, 2020: Received nearly **\$3.5 million** from two Kinetic Funds investors as part of a settlement that ultimately offset roughly \$8 million of the approximately \$12 million in margin obligations in Kinetic Funds' Interactive Brokers' sub-accounts;
- May 11, 2021: Received approximately **\$4.0 million** in net sales proceeds from the sale of the commercial building property located at 152 Tetuan Street, San Juan, Puerto Rico 00901;
- Through September 30, 2021, the Receiver and his retained legal, accounting, tax, and technology professionals have been paid approximately **\$1,250,000** in fees and expenses for their services; and
- January 13, 2023: Received a net recovery—after payment of commissions and other standard closing costs—of **\$1,606,053.00** for the sale of the Villa Gabriela property and associated parking spaces. (Docs. 301 and 303).
- Worked with Interactive Brokers exchange to monetize accounts held in Receivership entities names.
- Engaged with Puerto Rican counsel to address any corporate payments of Puerto Rican entities.

To date, the Receiver and his team have distributed **\$20,016,050.88** to claimant investors in four distributions. The Receiver and his team are working with claimants to ensure that all checks are negotiated for the fourth distribution. At present, due to the stay of the litigation, the Receiver is waiting on making any further distributions to investor claimants.

**c. The Twenty Fourth Interim Report**

The Receiver prepared and filed the Twenty Third Interim Report on February 2, 2026 (Doc. 373), which provided a comprehensive summary of the Receiver's work for Q4 of 2025. All Reports are available on the Receiver's website at [www.kineticreceivership.com](http://www.kineticreceivership.com). The Receiver incorporates the Twenty Third Interim Report into this Application and attaches a true and correct copy as **Ex. 2**.

**III. Background**

On February 20, 2020, the Commission filed a complaint (Doc. 1) (the "Complaint") in the United States District Court for the Middle District of Florida (the "Court") against the Defendants Kinetic Investment Group, LLC and Michael S. Williams and Relief Defendants Kinetic Funds I, LLC, KCL Services, LLC d/b/a Lendacy, Scipio, LLC, LF 42, LLC, El Morro Financial Group, LLC, and KIH Inc., f/k/a Kinetic International, LLC, alleging that the Defendants violated the Securities Act of 1933, the Securities Exchange Act of 1934, and the Investment Advisers Act of 1940 by making false or materially misleading representations to investors and that over \$6 million of investor funds was misappropriated to fund other business ventures and pay for other unauthorized expenses. (Doc. 1).<sup>3</sup>

According to the Complaint, the scheme involved securities offerings made on behalf of Relief Defendant Kinetic Funds, a purported hedge fund with a sub-fund structure managed by Defendants Kinetic Investment Group, LLC ("Kinetic

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<sup>3</sup> On April 27, 2020, Williams served his Answer and Affirmative Defenses largely denying the Commission's allegations (Doc. 56).

Investment") and Williams. Defendants represented to investors that the largest sub-fund, Kinetic Funds Yield ("KFYield"), invested all of its assets in income-producing U.S. listed financial products hedged by listed options. *Id.* ¶ 2. Potential investors were told that KFYield was a liquid investment that would "maintain 90% principle [sic] protection" and that an investor could redeem their principal investment "100%...without penalties" with a 30-day written notice. *Id.* ¶¶ 2, 28.

Investors in the KFYield fund, which attracted the near-entirety of investor funds, were also often provided with documentation from Bloomberg's reporting service containing claims about KFYield's performance including that the fund had achieved positive annual returns every year since inception. Many, but not all, KFYield investors were also attracted to the investment opportunity given the advertised ability to simultaneously obtain a low-interest loan at the time of their investment from Relief Defendant KCL Services d/b/a Lendacy ("Lendacy") based on the amount of their KFYield investment. Investors understood that Lendacy utilized its own private funding source to make the low-interest loans.

On March 6, 2020, the Court granted the Commission's Motion for Appointment of Receiver and entered an Order appointing Mark A. Kornfeld as the Receiver over Defendant Kinetic Investment Group, LLC and the Relief Defendants ("Order Appointing Receiver"). (Doc. 34). The Receiver's preliminary investigation has uncovered evidence supporting the Commission's allegations that Defendants made a number of misrepresentations relating to the promised and actual use of investor funds and the performance of the Kinetic Funds portfolios. The Receiver's

preliminary forensic accounting also shows that at least \$6 million of investor funds were either misappropriated or otherwise diverted to other projects and expenses unrelated to the Kinetic Funds investment opportunity.

A mediation was held on August 28, 2020, but resulted in an impasse. (Doc. 132). Both the Commission and Mr. Williams have filed motions for summary judgment which remain *sub judice*. On July 21, 2021, the Court granted the Commission's request to postpone the trial pending resolution of the pending case-dispositive motions. (Doc. 257).

#### **IV. Professional Services**

Pursuant to the Order Appointing Receiver, the Receiver obtained approval to engage various Retained Personnel to assist him in carrying out his duties and responsibilities in the Order Appointing Receiver. The Order Appointing Receiver further set forth the frequency and procedures pursuant to which the Receiver was to seek compensation and expense reimbursement for the Receiver and his Retained Professionals. (Doc. 34 ¶¶ 53-54). In accordance with the Commission's Billing Instructions, the Receiver states as follows:

- (a) **Time period covered by the Application:** October 1, 2025 – December 31, 2025.
- (b) **Date of Receiver's appointment:** March 6, 2020.
- (c) **Date services commenced:** February 14, 2020.<sup>4</sup>

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<sup>4</sup> As further described in the Receiver's First Omnibus Fee Application, the Receiver and his professionals began undertaking efforts in the weeks prior to his appointment to prepare for the possibility of the Order Appointing Receiver being entered at or following the hearing

(d) **Names and rates of all professionals:** See Exs. 5-6.

(e) **Interim or Final Application:** Interim.

(f) **Records supporting fee application:** See below.

The following exhibits are provided in accordance with the Billing Instructions:

**Exhibit 3:** Receiver's Certification

**Exhibit 4:** Total compensation and expenses requested; any amounts previously requested; and total compensation and expenses previously awarded

**Exhibit 5:** Fee Schedule: Names and Hourly Rates of Professionals and Paraprofessionals & Total Amount Billed for each Professional and Paraprofessional:

**Exhibit 5(a):** Buchanan Ingersoll & Rooney PC/Fox Rothschild

**Exhibit 5(b):** E-Hounds

**Exhibit 5(c):** PDR CPAs + Advisors

**Exhibit 5(d):** RAD Technology Consulting, LLC

**Exhibit 5(e):** Valdes, Garcia, Marin & Martinez (VGMM)

**Exhibit 6:** The Professionals' time records for the time period covered by this Application, sorted in chronological order, including a summary and breakdown of the requested reimbursement of expenses:

**Exhibit 6(a):** Buchanan Ingersoll & Rooney PC/Fox Rothschild

**Exhibit 6(b):** E-Hounds

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on March 6, 2020, but neither the Receiver nor his Professionals sought reimbursement of those fees or expenses.

**Exhibit 6(c):** PDR CPAs + Advisors

**Exhibit 6(d)** RAD Technology Consulting, LLC

**Exhibit 5(e):** Valdes, Garcia, Marin & Martinez (VGMM)

**V. Case Status**

**(a) Cash on hand**

As of the date of the twenty-fourth interim report, January 31, 2026, the total balance of the Receivership accounts was \$599,801.06.<sup>5</sup>

**(b) Summary of the administration of the case**

Since his appointment on March 6, 2020, the Receiver has administered the case with the objective of efficiently fulfilling his duties under the Order Appointing Receiver while doing so as cost-effectively as possible by, wherever available, leveraging the use of professionals with favorable rate structures.

During this Reporting Period, the Receiver has focused on (i) continuing his investigation of the underlying business operations of the various Receivership Entities, (ii) enhancing and preserving the value of Receivership assets, including exploring potential third-party claims and serving demand letters on third parties, (iii) investigating potential avenues to recover additional assets, and (iv) continuing to

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<sup>5</sup> This balance includes approximately \$114,338.86 in funds previously held in Mr. Williams' prior counsel's trust account and which were subsequently transferred to the Receiver's fiduciary accounts to be held in trust pending further Order from the Court. In the interim, the Court has authorized the payment of various living and legal expenses to or for Mr. Williams' benefit.

implement a Court-approved claims process that included making distributions to claimants.

**(c) Summary of creditor claims proceedings**

The Receiver, along with his Retained Professionals, undertook significant efforts to understand the relationship between the Receivership Entities and current and former investors in order to determine the most equitable framework for a Court-approved claims process to return investor funds. Complicating this analysis was the fact that many of the current and former investors in Kinetic Funds also obtained a loan (or loans) from Receivership Entity Lendacy, which required the Receiver and his forensic professionals to conduct a full forensic analysis of the flow of funds between investors and all Receivership Entities over a seven-year period based on available financial records.

Following the Court's approval of the Receiver's Amended Motion to Establish and Approve (i) Procedure to Administer and Determine Claims; (ii) Proof of Claim Form; and (iii) Claims Bar Date and Notice Procedures (Doc. 155), the Receiver mailed out over 100 proof of claim packets to potential claimants and creditors on November 17, 2020, published notification of the claim bar date of **February 15, 2021** in specified newspapers and his website, and filed his Notice of Publication and Claim Bar Date. (Doc. 165). The Receiver ultimately received 37 proof of claim packets.

On June 18, 2021, the Receiver filed his Claims Approval Motion in which he requested the Court's approval of his determinations of the approval and priority of

the submitted claims as well as a plan for distribution. The Court entered an Order granting the Claims Approval Motion on July 21, 2021. (Doc. 256). After the passage of time to implement the Objection Procedure, the Receiver filed his Unopposed Motion to Approve First Interim Distribution (the “Distribution Motion”) on September 3, 2021 in which he requested Court approval to make an initial interim distribution to eligible Investor Claimants consisting of 40% of each Investor Claimant’s approved claim. (Doc. 263). On October 29, 2021, the Court entered an Order granting the Distribution Motion, and the Receiver mailed out the approved distribution checks totaling \$13,216,050.91 to Investor Claimants.

On September 15, 2022, the Receiver filed his Unopposed Motion to Approve Second Interim Distribution, in which the Receiver requested approval to distribute \$3,500,000.02 as set forth in Exhibit A to the Motion. This distribution represented a recovery of \$10.6% of the Total Allowed Amounts of Investor Claims all of which was paid to investor claimants in the 2023 First Quarter. On January 20, 2023, the Receiver received Court approval for his Unopposed Motion to Approve Second Interim Distribution. (Doc. 304). All distribution checks related to the Second Interim Distribution have been received and cashed by the Claimants.

On August 4, 2023, the Receiver moved for Court approval to make a Third Interim Distribution of \$1,399,999.97 to investors. (Doc. 313). On December 22, 2023, the Court granted the Receiver’s unopposed Motion for Third Interim Distribution. After receiving approval, the Receiver and his team promptly issued checks to the investor claimants for the Third Interim Distribution and addressed any

check and/or investor issues with the distribution. As of March 18, 2024, every Investor Claimant had cashed his or her check for the Third Interim Distribution.

On May 7, 2025, the Receiver requested formal Court approval to distribute \$1,899,999.98 to investor claimants in a Fourth Interim Distribution. The request was unopposed by the parties in this Receivership. On May 12, 2025, the Receiver received an Order from the Court granting the requested relief. Promptly, the Receiver sent out all 30 claims checks to investor claimants. The Receiver and his team have worked diligently with investors to field issues related to negotiating and cashing their Fourth Distribution checks. At present, only one investor has not negotiated his check for the Fourth Distribution. The Receiver has been working with this investor to re-issue the check to get the distribution closed out.

To date, the Receiver has returned a total amount of **\$20,016,050.88** to Claimant Investors in this Receivership. Receiver anticipates a final distribution will dispense all remaining funds at the end of the Receivership.

**(d) Description of assets**

In addition to the descriptions provided herein, for detailed information about the assets of the receivership estate, including the anticipated or proposed disposition of the assets, the Receiver respectfully refers the Court and interested parties to the Twenty First Interim Report, attached hereto as **Exhibit 2**.

**VI. Services Provided and Compensation Sought by the Professionals**

**(a) Services provided by Receiver (Fox Rothschild) and Buchanan Ingersoll & Rooney PC**

Previously, the Receiver served as a Shareholder at the law firm of Buchanan Ingersoll & Rooney PC (“Buchanan Ingersoll”). In October of 2025, the Receiver transitioned his practice to Fox Rothschild, located at One Sarasota Tower 2 North Tamiami Trail, Suite #400, Sarasota, Florida, 34236. The Receiver’s staff counsel (Lauren V. Humphries, Esq.) has continued her practice as a Shareholder at Buchanan Ingersoll. The Receiver initially obtained Court approval to retain the services of Quarles & Brady, LLP (“Quarles & Brady”) to serve as his legal counsel. As an accommodation to the Receiver and the public interest nature of this matter, Quarles & Brady agreed to reduce the billing rate of its professionals for this case as provided in the Fee Schedule attached hereto as **Exhibit 5(a)** which was, on average, more than 20% (and in some instances, closer to 30%) less than the customary rate charged to clients. To date, those discounts resulted in a total reduction of well over \$100,000 from the rates customarily charged by Quarles & Brady attorneys to clients.

As of December 9, 2020, the Court approved the retention of Buchanan Ingersoll (Doc. 159), including Buchanan Ingersoll’s agreement to continue the reduced existing billing rate of the Receiver and his professionals. To date, these discounts have also resulted in a total reduction of well over \$200,000 from the rates customarily charged by Buchanan Ingersoll attorneys to clients.

The 2023 standard hourly rate which the Receiver charges other clients is \$835. The Receiver agreed that for purposes of his appointment as the Receiver, his hourly rate would be reduced and remain fixed year over year to \$437.50 per hour,

representing approximately a thirty percent (30%) discount from his 2020 standard rate—and almost a 50% discount off his 2023 standard rate. This initial rate was set forth in the Commission’s Motion to Appoint Receiver, which the Court granted on March 6, 2020. (Doc. 34). During the time covered by this motion, the Receiver billed 11.1 hours in legal services on this Receivership but only seeks compensation for 10.1 hours of legal services. The total amount for the Receiver’s legal services for Quarter 4 of 2025 totals **\$4,418.75** and \$0 in expenses. The Receiver’s staff also performed legal services on behalf of the Receivership during the Reporting Period. The work performed by Buchanan Ingersoll has been focused on many different tasks including investigating the alleged fraud and related activities underlying this matter; locating, taking control and monetizing of Receivership assets; investigating and pursuing additional assets for the Receivership; coordinating the framework and procedures for a Court-approved claims process as detailed in the Interim Report, and overseeing all legal and administrative issues for distributing millions to claimants. Counsel for Buchanan Ingersoll billed 64.40 hours in legal services to the Receivership but only seeks compensation for 59.50 hours in legal services, totaling **\$17,552.50** and **\$1,068.00** in expenses. The total for legal services and expenses for Receiver for the Reporting Period is **\$18,621.13** (Receiver’s Staff Counsel) and **\$4,418.75** (Receiver), Total of **\$23,039.88**. The statement summarizing the services rendered by the Receiver is attached as **Exhibits 5(a) and 6(a)**.

These services were incurred in connection with the administration of the Receivership and are for the benefit of aggrieved investors, creditors, and other interested parties of the Receivership Entities. All of the services for which compensation is sought were rendered on behalf of the Receivership Entities and in furtherance of the duties of the Receiver, and in discharge of the Receiver's responsibilities under the Order Appointing Receiver.

**(b) Services provided by E-Hounds, Inc.**

The Receiver obtained Court approval to retain the services of E-Hounds, Inc. ("E-Hounds") to assist with managing and facilitating access to data imaged from electronic devices and hardware belonging to the Receivership Entities. As set forth in the Receiver's Motion to Retain Information Technology Professionals (the "IT Motion") (Doc. 38), E- Hounds principal Adam Sharp has extensive experience in this field and also with assisting court-appointed receivers including in matters brought by the SEC. As an accommodation to the Receiver, E-Hounds agreed not to charge an up-front retainer and provided preferred hourly rates ranging from \$195 to \$250 for customary forensic imaging tasks.<sup>6</sup> The Receiver has leveraged E-Hounds' lower rate structure to identify and preserve electronic data obtained from Receivership Entities' computer servers, electronic devices and paper files located at the Sarasota office and utilize the firm's review platform as a central review platform

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<sup>6</sup> E-Hounds' fee proposal, which was included in the Receiver's IT Motion, also included additional fees and services for non-customary tasks including expert witness and "triage reporting" services. (Doc. 38 Ex. 2).

on a flat-fee structure with no additional servicing or storage fees. The Court granted the Receiver's Motion to retain E-Hounds on March 6, 2020. (Doc. 42).

The extent of services provided by E-Hounds to the Receiver during this Reporting Period has primarily consisted of updating and maintaining the document review platform and, where necessary, performing one-off forensic imaging tasks. The Receiver anticipates that this will remain the primary services provided by E-Hounds for the foreseeable future. During the period covered by this Application, E-Hounds seeks reimbursement of expenses in the sum of **\$1,485.00**. A copy of the statement summarizing the services rendered by E-Hounds is attached hereto as **Exhibit 6(b)**. The Receiver requests that the Court award E-Hounds fees for costs incurred from **October 1, 2025, through December 31, 2025**, in the amount of **\$1,485.00**.

**(c) Services provided by PDR CPAs + Advisors**

The Receiver obtained Court approval to retain the services of PDR CPAs + Advisors ("PDR") to handle tax-related issues for the Receivership Entities. (Doc. 47). This includes the preparation of any required tax-related documents as well as analyzing previous tax documents to assist the Receiver in performing his duties. PDR's principal, Bill Price, routinely provides tax and accounting services in receivership matters. During the period covered by this Application, PDR billed 13.05 hours in assisting the Receiver in fulfilling his duties under the Order Appointing Receiver. For these services, the Receiver seeks professional fees and expenses in total, aggregate sum of **\$2,383.25** as set forth in the invoices attached as

**Exhibit 6(c).** The Receiver requests that the Court award PDR fees for professional services rendered from **October 1, 2025**, through **December 31, 2025**, in the amount of **\$2,383.25**.

**(d) Services provided by RAD Technology Consulting, LLC**

The Receiver obtained Court approval to retain the services of RAD Technology Consulting, LLC (“RAD Consulting”) to provide website services for the Receivership. RAD Consulting is a concierge technology company that provides web development solutions and manages hosting services. The services provided are primarily domain name management, DNS hosting, web development, site content maintenance, and hosting. RAD Consulting charges \$100 per month for its website hosting services. If hourly service is needed, principal Ron During charges \$150 an hour for his service. Prior to engaging RAD Consulting, the Receiver used K.Tek for website services. Because K. Tek is no longer in service, the Receiver moved the website to RAD Consulting.

During the period covered by this Application, RAD Consulting incurred expenses of \$300.00 for the Receivership. To facilitate ease of payment, the expense amounts for RAD Consulting are reflected on Buchanan’s Invoices under expenses. In this Application, the Receiver seeks expenses in the total, aggregate sum of \$300.00 as set forth in the invoices attached as **Exhibit 6(d)**. The Receiver requests that the Court award RAD fees for professional services rendered from October 1, 2025, through December 31, 2025, in the amount of **\$300.00**.

**(a) Services provided by Valdes, Garcia, Marin, & Martinez, LLC**

The Receiver obtained Court approval to retain the services of Valdes, Garcia, Marin, & Martinez (“VGMM”) in the Receiver’s Motion for Authorization to Employ and Approve Work of Puerto Rican Tax Professionals (Doc 323). Due to tax issues arising under local Puerto Rican law, William Price of PDR advised the Receiver that local Puerto Rican professional guidance was necessary to ensure that all returns were completed timely and capital gains reported. Valdes has assisted in the preparation of any required Puerto Rican tax-related documents. For the Reporting Period, VGMM provided 1.75 hours of legal services to the Receivership. The VGMM Invoice amount is listed in PDR’s Invoice for the month of November. The Receiver has attached the detailed invoice of VGMM as **Exhibit 6(e)**. The Receiver requests that the Court award VGMM fees for professional services rendered in the amount of **\$409.50**.

**(b) MEMORANDUM OF LAW**

A receiver appointed by a court who reasonably and diligently discharges his duties is entitled to be fairly compensated for services rendered and expenses incurred. *See SEC v. Elliott*, 953 F.2d 1560 (11th Cir. 1992) (“[I]f a receiver reasonably and diligently discharges his duties, he is entitled to compensation.”); *Donovan v. Robbins*, 588 F. Supp. 1268, 1272 (N.D. Ill. 1984) (“[T]he receiver diligently and successfully discharged the responsibilities placed upon him by the Court and is entitled to reasonable compensation for his efforts.”); *SEC v. Custable*, 1995 WL 117935 (N.D.

Ill. Mar. 15, 1995) (receiver is entitled to fees where work was of high quality and fees were reasonable); *SEC v. Mobley*, 2000 WL 1702024 (S.D.N.Y. Nov. 13, 2000) (court awarded reasonable fees for the receiver and his professionals). In determining reasonable compensation for the services rendered by the Receiver and his Professionals, the Court should consider the circumstances surrounding the receivership. *See Elliot*, 953 F.2d at 1577.

In addition to fees, the receiver is “also entitled to be reimbursed for the actual and necessary expenses” that the receiver “incurred in the performance of [its] duties.” *Fed. Trade Comm'n v. Direct Benefits Grp., LLC*, 2013 WL 6408379, at \*3 (M.D. Fla. 2013). The Receiver and his Professionals support their claims for reimbursement of expenses with “sufficient information for the Court to determine that the expenses are actual and necessary costs of preserving the estate.” *SEC v. Kirkland*, 2007 WL 470417, at \*2 (M.D. Fla. 2007) (citing *In re Se. Banking Corp.*, 314 B.R. 250, 271 (Bankr. S.D. Fla. 2004)).

Here, because of the nature of this case, it was necessary for the Receiver to employ attorneys, accountants, and professionals experienced and familiar with financial frauds, federal receiverships, securities laws, banking, finance, and trusts and estates. Further, in order to perform the services required and achieve the results obtained to date, the skills and experience of the Receiver and the Professionals in the areas of fraud, securities, computer and accounting forensics, and financial transactions were indispensable.

The Receiver and his legal, forensic, and information technology professionals have each discounted their normal and customary rates as an accommodation to the Receivership and to conserve Receivership assets. The rates charged by the attorneys and paralegals are at or below those charged by attorneys and paralegals of comparable skill from other law firms in the Middle District of Florida. This case has been time-intensive for the Receiver and his Professionals because of the need to resolve many issues rapidly and efficiently. The attached Exhibits detail the time, nature and extent of the professional services rendered by the Receiver and his Professionals for the benefit of investors, creditors, and other interested parties. The Receiver anticipates that additional funds will be obtained through the Receiver's negotiations or litigation with third parties.

The Receiver is sensitive to the need to conserve the Receivership Entities' assets and respectfully submits that the fees and costs expended to date were reasonable, necessary, and benefited the Receivership. Notably, the Commission has no objection to the relief sought in this motion. *Custable*, 1995 WL 117395, \*7 ("In securities law receiverships, the position of the SEC in regard to the awarding of fees will be given great weight.")

### **CONCLUSION**

Under the terms and conditions of the Order Appointing Receiver, the Receiver, among other things, is authorized, empowered, and directed to engage professionals to assist him in carrying out his duties and obligations. The Order further provides that he apply to the Court for authority to pay himself and his

Professionals for services rendered and costs incurred. In exercising his duties, the Receiver has determined that the services rendered and their attendant fees and costs were reasonable, necessary, advisable, and in the best interest of the Receivership.

**WHEREFORE**, Mark A. Kornfeld, the Court-appointed Receiver, respectfully requests that this Court award the following sums and direct that payment be made from the Receivership assets:

<b>Mark A. Kornfeld, Esq. and Buchanan Ingersoll</b>	<b>\$23,039.88</b>
<b>E-Hounds</b>	<b>\$1,485.00</b>
<b>PDR CPAs + Advisors</b>	<b>\$2,383.25</b>
<b>VGMM</b>	<b>\$409.50<sup>7</sup></b>
<b>RAD Consulting</b>	<b>\$300.00<sup>8</sup></b>
<b>TOTAL:</b>	<b><u>\$26,908.13</u></b>

A proposed Order is attached as **Exhibit 7**.

**WHEREFORE**, the Receiver seeks entry of an Order granting this motion and awarding the Receiver and his professionals their interim fees, reimbursement of costs, and for such other relief that is just and proper.

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<sup>7</sup> The invoice amount for VGMM is not added to the total requested fees as it is included in the invoiced amount for PDR CPAs + Advisors.

<sup>8</sup> The invoice amount for RAD Consulting is not added to the total requested fees as it is included in the invoiced amount for Buchanan Ingersoll & Rooney PC.

**LOCAL RULE 3.01(g) CERTIFICATION**

Pursuant to Local Rule 3.01(g), the Receiver hereby certifies that he has conferred with counsel for Plaintiff, Securities and Exchange Commission, which does not oppose the requested relief. The Receiver has also conferred with counsel for Defendant Michael S. Williams, who takes no position on the requested relief.

Respectfully submitted,

**BUCHANAN INGERSOLL & ROONEY PC**



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Attorneys for Receiver Mark A. Kornfeld

**CERTIFICATE OF SERVICE**

I hereby certify that on February 5, 2026, I electronically filed the foregoing with the Clerk of the Court by using the CM/ECF system which will send a Notice of Electronic Filing to the following counsel of record:

Christine Nestor, Esq.  
Stephanie N. Moot, Esq.  
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By: Lauren Humphries  
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SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT “1”



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813-498-1294

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## **REPORT OF STANDARDIZED FUND ACCOUNTING REPORT**

Mark A. Kornfeld, As Receiver for Kinetic Investment Group, LLC et al.  
Tampa, FL

We have compiled the standardized fund accounting report for the period October 1, 2025 to December 31, 2025 and from inception March 6, 2020 to December 31, 2025, included in the accompanying prescribed form (Civil Court Docket No. 8:20-cv-00394-WFJ-SPF). We have not audited or reviewed the accompanying standardized fund accounting report and accordingly, do not express an opinion or any assurance about whether the standardized fund accounting report is in accordance with the form prescribed by the Civil Court Docket No. 8:20-cv-00394-WFJ-SPF).

Mark A. Kornfeld, As Receiver for Kinetic Investment Group, LLC et al, is responsible for the preparation and fair presentation of the standardized fund account report in accordance with requirements prescribed by the Civil Court Docket No 8:20-cv-00394-WFJ-SPF, and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the standardized fund accounting report.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist Mark A. Kornfeld, As Receiver for Kinetic Investment Group, LLC et al, in presenting financial information in the form of a standardized fund accounting report without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the standardized fund accounting report.

This standardized fund accounting report is presented in accordance with the requirements of the Civil Court Docket No. 8:20-cv-00394-WFJ-SPF , which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Civil Court Docket No 8:20-cv-00394-WFJ-SPF and is not intended and should not be used by anyone other than this specified party.

Oldsmar, Florida  
January 12, 2026

**Standardized Fund Accounting Report for**  
**Mark A. Kornfeld as Receiver for Kinetic Investment Group, LLC et al. - Cash Basis**  
**Receivership; Civil Court Docket No. 8:20-cv-00394-WFJ-SPF**  
**Reporting Period 10/01/2025 - 12/31/2025**

FUND ACCOUNTING (See Instructions):		Detail	Subtotal	Grand Total
Line 1	Beginning Balance (As of 10/01/2025):			\$ 662,722.45
	<b><i>Increases in Fund Balance:</i></b>			
Line 2	Business Income			
Line 3	Cash and Securities**			
Line 4	Interest/Dividend Income	871.14		
Line 5	Business Asset Liquidation			
Line 6	Personal Asset Liquidation			
Line 7	Third-Party Litigation Income			
Line 8	Miscellaneous - Other	1,383.21		
	<b>Total Funds Available (Line 1 - 8):</b>		2,254.35	664,976.80
	<b><i>Decreases in Fund Balance:</i></b>			
Line 9	<b>Disbursements to Claimants</b>			
Line 10	<b>Disbursements for Receivership Operations</b>			
Line 10a	Disbursements to Receiver or Other Professionals	50,635.99		
Line 10b	Business Asset Expenses			
Line 10c	Personal Asset Expenses	8,829.36		
Line 10d	Investment Expenses			
Line 10e	Third-Party Litigation Expenses			
	1. Attorney Fees			
	2. Litigation Expenses			
	Total Third-Party Litigation Expenses			
Line 10f	Tax Administrator Fees and Bonds			
Line 10g	Federal and State Tax Payments			
	<b>Total Disbursements for Receivership Operations</b>		59,465.35	59,465.35
Line 11	<b>Disbursements for Distribution Expenses Paid by the Fund</b>			
Line 11a	Distribution Plan Development Expenses:			
	1. Fees:			
	Fund Administrator			
	Independent Distribution Consultant (IDC)			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Miscellaneous			
	Total Plan Development Expenses			
Line 11b	Distribution Plan Implementation Expenses:			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Investor Identification:			
	Notice/Publishing Approved Plan			
	Claimant Identification			
	Claims Processing			
	Web Site Maintenance/Call Center			
	4. Fund Administrator Bond			
	5. Miscellaneous			
	6. Federal Account for Investor Restitution (FAIR) Reporting Expenses			
	Total Plan Implementation Expenses			
	<b>Total Disbursements for Distribution Expenses Paid by the Fund</b>			
Line 12	<b>Disbursements to Court/Other:</b>			
Line 12a	Investment Expenses/Court Registry Investment System (CRIS) Fees			
Line 12b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other:</b>			
	<b>Total Funds Disbursed (Lines 9 - 11)</b>			59,465.35
Line 13	<b>Ending Balance (As of 12/31/2025)</b>			605,511.45

**Standardized Fund Accounting Report for**  
**Mark A. Kornfeld as Receiver for Kinetic Investment Group, LLC et al. - Cash Basis**  
**Receivership; Civil Court Docket No. 8:20-cv-00394-WFJ-SPF**  
**Reporting Period 10/01/2025 - 12/31/2025**

FUND ACCOUNTING (See Instructions):		Detail	Subtotal	Grand Total
<b>Line 14</b>	<b>Ending Balance of Fund - Net Assets:</b>			
Line 14a	Cash & Cash Equivalents			605,511.45
Line 14b	Investments		-	-
Line 14c	Other Assets or Uncleared Funds		-	-
	<b>Total Ending Balance of Fund - Net Assets</b>			605,511.45
<b>OTHER SUPPLEMENTAL INFORMATION:</b>		Detail	Subtotal	Grand Total
<b>Line 15</b>	<b>Report of Items Not To Be Paid by the Fund</b>			
<b>Disbursements for Plan Administration Expenses Not Paid by the Fund:</b>				
Line 15a	Plan Development Expenses Not Paid by the Fund			
1.	Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
2.	Administrative Expenses			
3.	Miscellaneous			
	<b>Total Plan Development Expenses Not Paid by the Fund</b>		-	
Line 15b	Plan Implementation Expenses Not Paid by the Fund			
1.	Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
2.	Administrative Expenses			
3.	Investor Identification:			
	Notice/Publishing Approved Plan			
	Claimant Identification			
	Claims Processing			
	Web Site Maintenance/Call Center			
4.	Fund Administrator Bond			
5.	Miscellaneous			
6.	Federal Account for Investor Restitution (FAIR) Reporting Expenses			
	<b>Total Plan Implementation Expenses Not Paid by the Fund</b>		-	
Line 15c	Tax Administrator Fees & Bonds Not Paid by the Fund:			
<b>Total Disbursements for Plan Administration Expenses Not Paid by the Fund</b>				-
<b>Line 16</b>	<b>Disbursements to Court/Other Not Paid by the Fund:</b>			
Line 16a	Investment Expenses/CRIS Fees			
Line 16b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other Not Paid by the Fund</b>		-	
<b>Line 17</b>	<b>DC &amp; State Tax Payments</b>			
<b>Line 18</b>	<b>No of Claims</b>			
	# of Claims Received This Reporting Period			
	# of Claims Received Since Inception of Fund			
<b>Line 19</b>	<b>No of Claimants/Investors:</b>			
Line 19a	# of Claimants/Investors Paid This Reporting Period			
	# of Claimants/Investors Paid Since Inception of Fund			

\*Broker accounts U1364167 and U1364170 are not part on the Receivership and not included in above report.

Accounts were closed and transferred out to the investors

Receiver: \_\_\_\_\_  
 By: \_\_\_\_\_  
 Title: \_\_\_\_\_  
 Date: \_\_\_\_\_

**Standardized Fund Accounting Report for**  
**Mark A. Kornfeld as Receiver for Kinetic Investment Group, LLC et al. - Cash Basis**  
**Receivership; Civil Court Docket No. 8:20-cv-00394-WFJ-SPF**  
**Reporting Period From Inception 03/06/2020 to 12/31/2025**

FUND ACCOUNTING (See Instructions):		Detail	Subtotal	Grand Total
Line 1	Beginning Balance (As of 03/06/2020): <b><i>Increases in Fund Balance:</i></b>			\$ -
Line 2	Business Income			
Line 3	Cash and Securities	13,676,623.76		
Line 4	Interest/Dividend Income	362,615.56		
Line 5	Business Asset Liquidation	5,631,553.00		
Line 6	Personal Asset Liquidation			
Line 7	Third-Party Litigation Income	3,603,118.07		
Line 8	Miscellaneous - Other	234,665.22		
	<b>Total Funds Available (Line 1 - 8):</b>		23,508,575.61	23,508,575.61
	<b><i>Decreases in Fund Balance:</i></b>			
Line 9	<b>Disbursements to Claimants</b>	20,016,050.88		20,016,050.88
Line 10	<b>Disbursements for Receivership Operations</b>			
Line 10a	Disbursements to Receiver or Other Professionals	2,132,454.07		
Line 10b	Business Asset Expenses	76,514.83		
Line 10c	Personal Asset Expenses	194,246.22		
Line 10d	Investment Expenses	55,113.36		
Line 10e	Third-Party Litigation Expenses			
	1. Attorney Fees			
	2. Litigation Expenses			
	<b>Total Third-Party Litigation Expenses</b>			
Line 10f	Tax Administrator Fees and Bonds			
Line 10g	Federal and State Tax Payments	428,684.80		
	<b>Total Disbursements for Receivership Operations</b>		2,887,013.28	2,887,013.28
Line 11	<b>Disbursements for Distribution Expenses Paid by the Fund</b>			
Line 11a	Distribution Plan Development Expenses:			
	1. Fees:			
	Fund Administrator			
	Independent Distribution Consultant (IDC)			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Miscellaneous			
	<b>Total Plan Development Expenses</b>			
Line 11b	Distribution Plan Implementation Expenses:			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Investor Identification:			
	Notice/Publishing Approved Plan			
	Claimant Identification			
	Claims Processing			
	Web Site Maintenance/Call Center			
	4. Fund Administrator Bond			
	5. Miscellaneous			
	6. Federal Account for Investor Restitution (FAIR) Reporting Expenses			
	<b>Total Plan Implementation Expenses</b>			
	<b>Total Disbursements for Distribution Expenses Paid by the Fund</b>			
Line 12	<b>Disbursements to Court/Other:</b>			
Line 12a	Investment Expenses/Court Registry Investment System (CRIS) Fees			
Line 12b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other:</b>			
	<b>Total Funds Disbursed (Lines 9 - 11)</b>			22,903,064.16
Line 13	Ending Balance (As of 12/31/2025)			605,511.45

**Standardized Fund Accounting Report for**  
**Mark A. Kornfeld as Receiver for Kinetic Investment Group, LLC et al. - Cash Basis**  
**Receivership; Civil Court Docket No. 8:20-cv-00394-WFJ-SPF**  
**Reporting Period From Inception 03/06/2020 to 12/31/2025**

FUND ACCOUNTING (See Instructions):		Detail	Subtotal	Grand Total
<b>Line 14</b>	<b>Ending Balance of Fund - Net Assets:</b>			
Line 14a	Cash & Cash Equivalents			605,511.45
Line 14b	Investments		-	
Line 14c	Other Assets or Uncleared Funds			
	<b>Total Ending Balance of Fund - Net Assets</b>			605,511.45
<b>OTHER SUPPLEMENTAL INFORMATION:</b>		Detail	Subtotal	Grand Total
<b>Line 15</b>	<b>Report of Items Not To Be Paid by the Fund</b>			
Line 15a	<b>Disbursements for Plan Administration Expenses Not Paid by the Fund:</b>			
	Plan Development Expenses Not Paid by the Fund			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Miscellaneous			
	Total Plan Development Expenses Not Paid by the Fund		-	
Line 15b	Plan Implementation Expenses Not Paid by the Fund			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisors			
	Tax Advisors			
	2. Administrative Expenses			
	3. Investor Identification:			
	Notice/Publishing Approved Plan			
	Claimant Identification			
	Claims Processing			
	Web Site Maintenance/Call Center			
	4. Fund Administrator Bond			
	5. Miscellaneous			
	6. Federal Account for Investor Restitution (FAIR) Reporting Expenses			
	Total Plan Implementation Expenses Not Paid by the Fund		-	
Line 15c	Tax Administrator Fees & Bonds Not Paid by the Fund:			
	<b>Total Disbursements for Plan Administration Expenses Not Paid by the Fund</b>			-
<b>Line 16</b>	<b>Disbursements to Court/Other Not Paid by the Fund:</b>			
Line 16a	Investment Expenses/CRIS Fees			
Line 16b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other Not Paid by the Fund</b>			-
<b>Line 17</b>	<b>DC &amp; State Tax Payments</b>			
<b>Line 18</b>	<b>No of Claims</b>			
	# of Claims Received This Reporting Period			
	# of Claims Received Since Inception of Fund			
<b>Line 19</b>	<b>No of Claimants/Investors:</b>			
Line 19a	# of Claimants/Investors Paid This Reporting Period			
	# of Claimants/Investors Paid Since Inception of Fund			

Receiver: \_\_\_\_\_  
 By: \_\_\_\_\_  
 Title: \_\_\_\_\_  
 Date: \_\_\_\_\_

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "2"

UNITED STATES DISTRICT COURT  
MIDDLE DISTRICT OF FLORIDA  
TAMPA DIVISION

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

KINETIC INVESTMENT GROUP, LLC and  
MICHAEL SCOTT WILLIAMS,

Case No: 8:20-cv-394-MSS-SPF

Defendants, and

KINETIC FUNDS I, LLC,  
KCL SERVICES, LLC d/b/a LENDACY,  
SCIPIO, LLC, LF 42, LLC, EL MORRO  
FINANCIAL GROUP, LLC, and KIH, INC.,  
f/k/a KINETIC INTERNATIONAL, LLC,

Relief Defendants.

/

**RECEIVER'S TWENTY FOURTH INTERIM REPORT**

**(Reporting Period: October 1, 2025 to December 31, 2025)**

Mark A. Kornfeld, Esq., in his capacity as the court-appointed Receiver (the “Receiver”) for Kinetic Investment Group, LLC (“KIG”), Kinetic Funds I, LLC (“Kinetic Funds”), KCL Services, LLC d/b/a Lendacy (“Lendacy”), Scipio, LLC (“Scipio”), LF 42, LLC (“LF42”), El Morro Financial Group, LLC (“El Morro”), and KIH Inc., f/k/a Kinetic International, LLC (“Kinetic International”) (collectively, the “Receivership Defendants”), respectfully files his Twenty Fourth Interim Report (the “Twenty Fourth Report”) covering information and activity occurring from October 1, 2025 to December 31, 2025. In addition to providing notice

of the receivership to all known investors shortly after his appointment, the Receiver has also established an informational website at [www.kineticreceivership.com](http://www.kineticreceivership.com), which is regularly updated with important court filings (including previous and subsequent Interim Reports), announcements, and other news that might be relevant to interested parties.

During the time period covered by this Twenty Fourth Report (October 1, 2025 to December 31, 2025), the Receiver and his team of legal, technology, tax, and accounting professionals (collectively, the “Retained Professionals”) have engaged in significant activities regarding the Receivership Estate, which are discussed more thoroughly in the forthcoming report.

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## I. EXECUTIVE SUMMARY OF REPORTING PERIOD

### A. Significant Activities Occurring During this Reporting Period

#### 1. Facilitated 2026 Wind Down of Receivership

During the Reporting Period, the Receiver and his staff professionals took significant steps toward preparing for a wind down of the Receivership. While the Receiver had planned on a 2025 wind down and final distribution to investor claimants, the government shut down has resulted in the case being stayed with the Court and will likely extend the period of time for relief to be effectuated against the Defendants and the Receivership Defendants. Due to the prior government shutdown, the timeline for this Receivership has progressed into 2026.

On October 14, 2025, when it became clear that the government would not be funded soon, the Commission filed an Unopposed Motion for Extension of Stay and Time to Move for Relief Against Defendants and Relief Defendants. (Doc. 360.) On October 16, 2025, the Court granted the Motion and directed the case to be stayed until the current federal government shutdown ends. (Doc. 363.) Once the government shutdown ended, the Commission had sixty (60) days to file appropriate motions for relief against the defendants and Receivership entities. On January 12, 2026, the Commission moved for relief against Defendant Williams (Doc. 368.) On January 12, 2026, the Commission also moved for relief against Defendant Kinetic Investment Group, LLC and the Relief Defendants. (Doc. 369.) On January 15, 2026, the Court entered Judgment against Defendant Kinetic

Investment Group LLC and the Relief Defendants. (Doc. 370.) On January 16, 2026, the Court entered Judgment against Defendant Williams. (Doc. 371.) On January 16, 2026, The Court lifted the stay of the Case. Now that the judgments have been entered against the defendants, the Receiver is promptly moving forward to winding down the Receivership formally with the Court.

## **2. Finalized Fourth Interim Distribution**

On May 7, 2025, the Receiver requested formal Court approval to distribute \$1,899,999.98 to investor claimants. The request was unopposed by the parties in this Receivership. On May 12, 2025, the Receiver received an Order from the Court granting the requested relief. Promptly, the Receiver sent out all 30 claims checks to investor claimants and assisted investor claimants with any check deposit issues that arose.

## **3. Attention to all Tax Matters for Receivership Entities**

Due to the Receiver's efforts and those of the professionals supporting him during prior Reporting Periods, the sale of real property in the Receivership Estate occurred as planned—bringing in substantial funds in excess of seven figures to the Receivership Estate. All of the Receivership assets have been monetized to date. The Receiver and his professionals expended time and necessary resources to fully analyze the state of the Receivership's tax and related obligations in connection to the funds brought into the Receivership Estate from the sale of real property. This analysis included coordinating with a number of tax professionals and consultants

to ensure that any capital gains of the Receivership were recognized and reported for both Puerto Rico and U.S. IRS tax returns.

As part of his appointment, the Receiver was charged with monetizing any and all real property, including such property located outside the continental U.S. The location of this real property in San Juan, Puerto Rico yielded some tax challenges requiring attention by the Receiver. Specifically, some of the real property at issue was held by Receivership Relief Defendant Scipio, LLC. Prior to the appointment of the Receiver, Scipio, LLC, had apparently not filed taxes for 2019 but still held title to this real property that was later sold by the Receivership. The Receiver therefore was required to address tax issues related to the sale of this property and this unique entity. To necessarily address and resolve these matters, the Receiver worked with local counsel and CPAs in Puerto Rico, who were experts with the tax code and compliance requirements of Puerto Rico law, as to the realization and approach to capital gains for the sale of real property.

The Receiver has continued to work diligently with his professionals, both in Florida and Puerto Rico, to ensure among other things that all tax matters are addressed prior to the wind-down of the Receivership, which the Receiver anticipates will occur within the first half of 2026.

#### **4. Summary Judgment Granted Against Defendant Williams**

On November 22, 2024, the Court entered a ruling on the Commission's Motion for Summary Judgment against Defendant Williams. Specifically, the

Court granted the Commission's Summary Judgment Motion and issued the following findings:

- Williams negligently obtained investor money by means of an omission regarding the source of LLandarcy's funding;
- Williams knowingly misrepresented to investors that their investment would be invested in US listed financial products instead diverting their capital to Lendacy, in which he was the majority owner;
- Williams knowingly misrepresented to investors that their principal would be secured because 90% of the KFYield portfolio would be hedged with US listed options;
- Williams knowingly misrepresented to investors that the KFYield assets had liquidity;
- Williams knowingly misrepresented the performance of the KFYield portfolio;
- Williams failed to disclose to investors that he and his entities, Scipio, and LF42, were receiving loans from Lendacy; and,
- Williams failed to disclose to investors that he used investor capital, routed to LF42 from Lendacy to invest in Zephyr Aerospace.  
(See Doc. 338.)

The Receiver and his team have worked with the Commission during their discussions with Defendant Williams and the Receiver regarding the relief requested in this case. As stated previously, on January 16, 2026, the Court entered a Final Judgment against Defendant Williams. (Doc. 371.) Now that judgments have been entered against Defendant Williams and the Receivership Relief Defendants, the Receiver is moving forward with his final distribution.

## **5. Preparation of the Twenty-Third Interim Report**

The Receiver filed his Twenty-Third Interim Report on October 30, 2025 (Doc. 364), which provided a comprehensive summary, analysis, and supporting documentation of the Receiver's continuing investigation as well as the tracing of investor funds. The Receiver anticipates that his next interim report will be the second to last report of the Receivership.

## **6. Communication with Investors**

The Receiver's staff professionals and counsel continued to communicate regularly with investors via phone and through email correspondence. Additionally, the Receiver continues to provide updates and announcements on the informational website at [www.kineticreceivership.com](http://www.kineticreceivership.com) for investors and other interested parties. The Receiver continues to work with the Receivership's website hosting platform, RAD Technology Consulting, for updates to the website.

## **7. Continued Investigation and Review of Relevant Documentation and Information regarding the Receivership Entities**

The Receiver and his professionals continued their investigation of the business operations of the various Receivership Entities. This included identifying, obtaining, and reviewing relevant documentation and information from the Receivership Entities' offices and interviewing various individuals.

## **8. Attended to Litigation Matters.**

The Receiver continued to monitor the Court's docket for filings in this

litigation. Since the final relief was entered by the Court against all defendants, the Receiver anticipates that his team of professionals can formally begin the dissolution of the Receivership and its entities.

**9. Managed Receiver's Cash Accounts Held at ServisFirst Bank.**

Receivership funds are currently being held at ServisFirst Bank. As of the date of this Report, the Receiver has (i) secured, frozen, marshaled, and liquidated assets for the benefit of victims that resulted in the deposit of **approximately \$20 million**<sup>1</sup> in the Receiver's fiduciary bank accounts during the Receiver's appointment; (ii) secured significant real property assets and completed the process of marketing and liquidating those assets which resulted in excess of \$5 million in additional proceeds deposited with the Receivership Estate; (iii) made an initial distribution of **\$13.2 million** to Investor Claimants with approved claims; and (iv) made a second distribution of **\$3.5 million** to Investor Claimants with approved claims.

The over **\$20 million** recovered for the benefit of claimants is the result of the following (including without limitation):

---

<sup>1</sup> This amount includes approximately \$117,281.98 in funds previously held in Mr. Williams' prior counsel's trust account and which were subsequently transferred to the Receiver's fiduciary accounts to be held in trust pending further Order from the Court. In the interim, the Court has authorized the payment of various living and legal expenses to or for Mr. Williams' benefit.

- March 6, 2020: Froze approximately **\$7.6 million** in Receivership bank accounts located at BMO Harris Bank;
- March 20, 2020: Liquidated securities located in Kinetic Funds sub-accounts at Interactive Brokers. After satisfying the account margin obligations, approximately **\$5.5 million** was transferred to the Receiver's bank accounts on January 7, 2021;
- June 25, 2020: Liquidated gold coins held by Kinetic Funds for total proceeds of **\$223,877.75** which were deposited into the Receiver's bank accounts;
- November 10, 2020: Received nearly **\$3.5 million** from two Kinetic Funds investors as part of a settlement that ultimately offset roughly \$8 million of the approximately \$12 million in margin obligations in Kinetic Funds' Interactive Brokers' sub-accounts;
- May 11, 2021: Received approximately **\$4.0 million** in net sales proceeds from the sale of the property located at 152 Tetuan Street, San Jan, Puerto Rico 00901; and
- January 13, 2023: Received a net recovery—after payment of commissions and other standard closing costs—of **\$1,606,053.00** for the sale of the Villa Gabriela property and associated parking spaces. (Docs. 301 and 303).
- The Receiver also worked with Interactive Brokers to recover and monetize accounts in the name of the Receivership Entities.

As of the date of this filing, the Receiver's accounts currently have **\$602,744.18**.

## II. BACKGROUND

### A. Procedure and Chronology

On February 20, 2020, the Securities & Exchange Commission (the “Commission”) filed a complaint (the “Complaint”) (Doc. 1) in the United States District Court for the Middle District of Florida (the “Court”) against Defendants and Relief Defendants alleging that Defendants violated the Securities Act of 1933,

the Securities Exchange Act of 1934, and the Investment Advisers Act of 1940 by making false or materially misleading representations to investors and that over \$6 million of investor funds was misappropriated to fund other business ventures and pay for other unauthorized expenses. Doc. 1 ¶¶4, 28-38.

The Complaint alleged that the scheme involved securities offerings made on behalf of Kinetic Funds, a purported hedge fund with a sub-fund structure managed by Kinetic Investment Group and Defendant Williams. *Id.* ¶ 2. Defendants represented to investors that the largest sub-fund, KFYield, invested all of its assets in income-producing U.S. listed financial products hedged by listed options. *Id.* Potential investors were told that KFYield was a liquid investment that would “maintain 90% principle [sic] protection” and that an investor could redeem their principal investment “100% . . . without penalties” with a 30-day written notice. *Id.* ¶¶ 2, 28.

Investors in the KFYield fund, which attracted the near-entirety of investor funds entrusted to Kinetic Funds, were routinely provided with documentation from Bloomberg’s reporting service that claimed KFYield had achieved positive annual returns every year since inception. *Id.* ¶ 24. Many, but not all, investors were also attracted to the Kinetic Funds investment opportunity by the advertised ability to obtain low-interest and unsecured loans from Lendacy based on their KFYield investment and with the understanding that 100% of their KFYield

investment would continue earning dividends. *Id.* ¶ 28.

On March 6, 2020, the Court entered the Order Appointing Receiver. By separate Order, the Court also granted the Commission's Motion for Asset Freeze and granted other relief as to all Defendants (Doc. 33). Among other things, the Orders froze Defendants' assets and enjoined any further violations of federal securities laws.

On May 12, 2020, Defendant Williams filed his Answer and Affirmative Defenses to the Commission's Complaint in which he denied the Commission's substantive allegations and set forth 13 affirmative defenses (Doc. 56). On May 28, 2020, the Commission filed its Motion for Judgment of Permanent Injunction (Doc. 86) following the Receiver's execution of a Consent Judgment on behalf of the various Receivership Entities named in the Complaint, and the Court entered that Consent Judgment on November 5, 2020 (Doc. 156). The Commission and Defendant Williams mediated this case on August 28, 2020, which resulted in an impasse (Doc. 132). Both the Commission and Defendant Williams have filed pending dispositive motions seeking judgment in their favor. (Docs. 200-202). On July 21, 2021, the Court granted the Commission's request to postpone the trial pending resolution of the pending case-dispositive motions. (Doc. 257).

On November 22, 2024, the Court entered a ruling on the Commission's Motion for Summary Judgment against Defendant Williams. Specifically, the

Court granted the Commission's Summary Judgment Motion and issued a 110 page Order of its findings. After the filing of this Order, the Commission and Defendant Williams entered into a 90-day stay period to have an opportunity to confer on the remaining issues of injunctive and monetary relief sought by the Commission. On December 20, 2024, the Stay was formally entered by the Court and was scheduled to cease on April 23, 2025. However, on April 16, 2025, the Commission filed its Unopposed Motion for an Extension of Time to Move for Relief Against Defendant Michael Scott Williams. (See Doc. 346). On April 16, 2025, the Court granted the Commission's Motion and extended the stay period up until July 21, 2025. (See Doc. 347.) Given the ruling against Williams, the Receiver is currently taking steps to initiate a wind down of the Receivership Estate so that a final distribution may be approved for investor claimants.

#### **B. The Receiver's Role and Responsibilities**

As an independent agent of the Court, the Receiver's powers and responsibilities are set forth in the Order Appointing Receiver which provides, in relevant part, that the Receiver:

- “[S]hall have all powers, authorities, rights and privileges heretofore possessed by the officers, directors, managers and general and limited partners of the Receivership Defendants under applicable state and federal law...” and “shall assume and control the operation of the Receivership Defendants and shall pursue and preserve all of their claims.” Doc. 34 ¶¶ 4-5;
- Shall “take custody, control, and possession of all Receivership Property and records relevant thereto from the Receivership

Defendants..." and "manage, control, operate and maintain the Receivership Estates and hold in his possession, custody and control all Receivership Property pending further Order of this Court." *Id.* ¶ 7(B);

- Is "authorized, empowered, and directed to investigate the manner in which the financial and business affairs of the Receivership Defendants were conducted and...to institute such actions and legal proceedings...as the Receiver deems necessary and appropriate..." *Id.* ¶ 37; and
- Is directed to "develop a plan for the fair, reasonable, and efficient recovery and liquidation of all remaining, recovered, and recoverable Receivership Property...and to "file and serve a full report and accounting of each Receivership Estate" for each calendar quarter. *Id.* ¶¶ 46, 48.

### **C. Receivership Defendants**

The Receiver incorporates by reference herein the descriptions of the various Receivership Defendants and Other Relevant Non-Parties set forth in the First Report. (See Doc. 60 at pp. 12-16.)

### **D. The Next Quarter**

#### **1. Issue Final Distribution to Investor Claimants**

On May 7, 2025, the Receiver requested formal Court approval to distribute \$1,899,999.98 to investor claimants. The request was unopposed by the parties in this Receivership. On May 12, 2025, the Receiver received an Order from the Court granting the requested relief. Promptly, the Receiver sent out all 30 claims checks to investor claimants. This distribution resulted in 5.8% recovery of the allowed amount of investor claims.

To date, the Receiver has provided **\$20,016,050.88** to investor claimants, which totals **60.6%** of the allowed amount of investor claims. As of the date of this filing, the total balance of the Receivership accounts totals **\$602,744.18**. The Receiver intends to distribute the remaining funds in a final distribution to investor claimants in the next Quarter.

## **2. Position the Receivership for a 2026 Wind Down**

At present, the Receiver and his team are continuing to prepare, in all fashion, to position the Receivership to divest the Receivership Assets to the Claimant Investors in a final distribution. The Receiver and his team continue to work with their professionals on tax issues for Puerto Rican Receivership Entities and U.S. Entities in addition to handling any final corporate issues that need to be address prior to the final distribution of funds. The Receiver and his team are prepared to issue a final distribution and wind down the Receivership in the first half of 2026.

## **III. CONCLUSION**

The Receiver's foregoing efforts have positioned the Receivership for a 2026 wind-down and the Receiver and his team of professionals continue to work diligently toward that end.

Respectfully submitted,

**BUCHANAN INGERSOLL & ROONEY PC**



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*Attorneys for Receiver Mark A. Kornfeld*

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on this 2nd day of February, 2026, I electronically filed the foregoing with the Clerk of the Court by using the CM/ECF system which will send a Notice of Electronic Filing to the following counsel of record:

Christine Nestor, Esq.  
Stephanie N. Moot, Esq.  
John T. Houchin, Esq.  
Barbara Viniegra, Esq.  
Securities and Exchange Commission  
801 Brickell Avenue, Suite 1950  
Miami, FL 33131  
[nestorc@sec.gov](mailto:nestorc@sec.gov)  
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[viniegrab@sec.gov](mailto:viniegrab@sec.gov)  
*Counsel for Plaintiff*

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*Counsel for Defendant Michael Williams*



Attorney

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "3"

**CERTIFICATION**

I, **MARK A. KORNFELD** (the "Applicant"), declare under penalty of perjury that the following is true and correct:

1. The Applicant is a Shareholder in the law firm of Buchanan Ingersoll & Rooney PC ("Buchanan Ingersoll") and the Receiver in this action. This Certification is based on the Applicant's first-hand knowledge of and review of the books, records and documents prepared and maintained by Buchanan Ingersoll in the ordinary course of its business. The Applicant knows that the facts contained in this motion regarding work performed by the Receiver and his staff and the facts contained in this Certification are true, and the Applicant is authorized by Buchanan Ingersoll to make this Certification. Having reviewed the time records and data which support the motion, the Applicant further certifies that said motion is well grounded in fact and justified.

2. The billing records of Buchanan Ingersoll which are attached to this Application are true and correct copies of the records maintained by Buchanan Ingersoll. These records were made at or near the time the acts, events, conditions or opinions described in such records occurred or were made. The Applicant knows that the records were made by persons with knowledge of the transactions or occurrences described in such records or that the information contained in the records was transmitted by a person with knowledge of the transactions or occurrences described in the records. The records were kept in the ordinary course of the regularly conducted business activity of Buchanan Ingersoll and it is the regular business practice of Buchanan Ingersoll to prepare these records.

3. To the best of the Applicant's knowledge, information and belief formed after reasonable inquiry, this motion and all fees and expenses herein are true and accurate and comply with the Billing Instructions for Receivers in Civil Actions Commenced by the SEC.

4. All fees contained in this Application are based on the rates listed in the fee schedule attached hereto and such fees are reasonable, necessary and commensurate with the skill and experience required for the activity performed.

5. The Applicant has not included in the amount for which reimbursement is sought the amortization of the cost of any investment, equipment, or capital outlay (except to the extent that any such amortization is included within the permitted allowable amounts set forth herein for photocopies and facsimile transmission).

6. In seeking reimbursement for a service which Buchanan Ingersoll justifiably purchased or contracted for from a third party, the Applicant requests reimbursement only for a service which the Applicant justifiably purchased or contracted for from a third party, the Applicant requests reimbursement only for the amount billed to the Applicant by the third-party vendor and paid by the Applicant to such vendor. If such services are performed by the Applicant, the Applicant will certify that he is not making a profit on such reimbursable service.

Executed this 5th day of February, 2026.



**MARK A. KORNFELD**  
Receiver

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "4"

**Total Compensation And Expenses Requested;  
Any Amounts Previously Requested;  
And Total Compensation And Expenses Previously Awarded**

Name	Specialty	Hours	Fees	Expenses	Total	Fees Previously Awarded	Expenses Previously Awarded
Receiver and Quarles & Brady LLC	Attorneys	0.00	\$0.00	\$0.00	\$0.00	\$559,587.85	\$23,177.24
Receiver and Buchanan Inggersoll & Rooney PC	Attorneys	59.50	\$17,552.50	\$1,068.63	\$18,621.13	\$877,386.37	\$14,624.52
Yip & Associates	Accountants	0.00	\$0.00	\$0.00	\$0.00	\$288,956.75	\$2,043.80
E-Hounds, Inc.	Information Technology and Forensic Technology	0.00	\$0.00	\$1,485.00	\$1,485.00	\$40,740.00	\$36,430.00
IRW Law Offices	Attorneys	0.00	\$0.00	\$0.00	\$0.00	\$26,302.50	\$988.38
PDR CPAs + Advisors	Accountants	13.75	\$1,973.75	\$409.50	\$2,383.25	\$66,075.15	\$26,315.14
K. Tek Systems	Website	0.00	\$0.00	\$0.00	\$0.00	\$3,990.00	\$3,130.00
RAD <sup>1</sup>		0.00	\$0.00	\$300.00	\$300.00	\$-	\$925.00
Marshall Swatt		0.00	\$0.00	\$0.00	\$0.00	\$8,475.00	\$-

<sup>1</sup> The total invoice amount (\$300) for RAD is not added to the total requested expenses as it is included as an expense in Buchanan Inggersoll & Rooney's invoice.

<sup>2</sup> The total invoice amount (\$409.50) for Valdes, Garcia, Marin, & Martinez is not added to the total requested expenses as it is included as an expense in PDR CPAs + Advisors invoice.

Valdes, Garcia, Marin, & Martinez <sup>2</sup>		1.75	\$409.50	\$0.00	\$409.50	\$6,883.10	\$150.00
Goldman Antonetti & Cordova LLC						\$-	\$-
Mark Kornfeld, Receiver Fox Rothchild		10.10	\$4,418.75	\$0.00	\$4,418.75		
<b>Total</b>		<b>75.30</b>	<b>\$23,945.00</b>	<b>\$2,963.13</b>	<b>\$26,908.13</b>	<b>\$1,878,396.72</b>	<b>\$107,784.08</b>

4876-6116-8168, v. 1

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<sup>2</sup> The total invoice amount (\$300) for RAD is not added to the total requested expenses as it is included as an expense in Buchanan Ingersoll & Rooney's invoice.

<sup>2</sup> The total invoice amount (\$409.50) for Valdes, Garcia, Marin, & Martinez is not added to the total requested expenses as it is included as an expense in PDR CPAs + Advisors invoice.

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

**EXHIBIT "5a"**

Name	Practice Area	Title	Year Licensed	Standard Rate	Reduced Rate	Total Hours	Total Billed
Mark A. Kornfeld	Litigation	Shareholder	1993	\$ 645.00	\$ 437.50		\$ -
Jordan D. Maglich	Litigation	Counsel	2010	\$ 455.00	\$ 295.00		\$ -
Lauren Humphries	Litigation	Counsel	2015	\$ 390.00	\$ 295.00	59.50	\$ 17,552.50
Dane L. Stuhlsatz	Litigation	Associate	2018	\$ 420.00	\$ 270.00		\$ -
Mitchell Horowitz	Tax	Partner	1984	\$ 760.00	\$ 412.50		\$ -
Martin O'Connor		Associate	2022	\$ 455.00	\$ 295.00		\$ -
Tabitha Pellegrine	Labor & Employment	Paralegal		\$ 280.00	\$ 195.00		\$ -
<b>Total Fees</b>							<b>\$ 17,552.50</b>
Less: Credit							\$0.00
<b>Total Expenses</b>							<b>\$ 1,068.63</b>
<b>Total</b>						<b>59.50</b>	<b>\$ 18,621.13</b>

Name	Practice Area	Title	Year Licensed	Standard Rate	Reduced Rate	Total Hours Billed	Billable Amount
Mark A. Kornfeld		Partner	1993		\$ 437.50	10.10	\$ 4,418.75
<b>Total Fees</b>							<b>\$ 4,418.75</b>
Less: Credit							\$0.00
<b>Total Expenses</b>							<b>\$ -</b>
<b>Total</b>						<b>10.10</b>	<b>\$ 4,418.75</b>

SEC vs. Kinetic Investment Group, LLC, et al  
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## EXHIBIT "5b"

Name	Title	Standard Rate	Reduced Rate	Total Hours	Total Billed
Robert Rohr	Senior Analyst	\$195 - \$250	\$195 - \$250	0	
Ernesto Rojas	Evidence Technician	\$195	\$195	0	\$ -
Sean Organ	Evidence Technician	\$225	\$225	0	\$ -
David A. Bukas	VP of Operations	\$195	\$195	0	\$ -
<b>Total Fees</b>					<b>\$ -</b>
Less: Credit					\$ -
<b>Total Expenses</b>					<b>\$ 1,485.00</b>
<b>Total</b>				<b>0</b>	<b>\$ 1,485.00</b>

SEC vs. Kinetic Investment Group, LLC, et al  
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## EXHIBIT "5c"

Name	Title	Year Licensed/ Experience	Standard Rate	Billing Rate	Total Hours	Total Billed
William E. Price	CPA	45+		\$ 335.00	1.00	\$ 335.00
William E. Price	CPA	45+	\$ 320.00	\$ 320.00		\$ -
Gail Heinold	Accounting Manager	20+		\$ 160.00		\$ -
Gail Heinold	Accounting Manager	20+	\$ 210.00	\$ 155.00	1.50	\$ 232.50
Gail Heinold	Accounting Manager	20+		\$ 125.00		\$ -
Gail Heinold	Accounting Manager	20+		\$ 210.00		\$ -
Tammy Warden	Staff Accountant			\$ 125.00		\$ -
Sharon O'Brien	Staff Accountant	10+	\$ 150.00	\$ 125.00	11.25	\$ 1,406.25
Megan Justice	Staff Accountant	4+	\$ 150.00	\$ 125.00		\$ -
Shelly Spencer	Staff Accountant			\$125.00		\$ -
Michael Yanchunis	Staff Accountant			\$125.00		\$ -
AAM				\$125.00		\$ -
DRH				\$155.00		\$ -
SGH				\$60.00		\$ -
LH				\$165.00		\$ -
MNL				\$210.00		\$ -
TNJ				\$125.00		\$ -
Tracy Hess	Tax Manager	5+	\$ 225.00	\$ 210.00		\$ -
<b>Total Fees</b>						<b>\$ 1,973.75</b>
Less: Credit						0.00
<b>Total Expenses</b>						<b>\$ 409.50</b>
<b>Total</b>					<b>13.75</b>	<b>\$ 2,383.25</b>

SEC vs. Kinetic Investment Group, LLC, et al  
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## EXHIBIT "5d"

Name	Title	Standard Rate	Reduced Rate	Total Hours	Total Billed
					\$ -
<b>Total Fees</b>					<b>\$ -</b>
Less: Credit					\$ -
<b>Total Expenses</b>					<b>\$ 300.00</b>
<b>Total</b>				<b>0</b>	<b>\$ 300.00</b>

SEC vs. Kinetic Investment Group, LLC, et al  
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## EXHIBIT "5e"

Name	Title	Rate	Total Hours	Total Billed
Leriel Guzman	Senior	\$ 95.00		\$ -
Yahaira Feliciano	Partner	\$ 225.00	1.75	\$ 393.75
Frances Sosa	Staff Associate	\$ 65.00		\$ -
Maria Martinez	Supervisor	\$ 95.00		\$ -
				\$ -
				\$ -
<b>Total Fees</b>				<b>\$ 393.75</b>
Less: Credit				\$0.00
Sales Tax				\$15.75
<b>Total Expenses</b>				<b>\$ -</b>
<b>Total</b>			<b>1.75</b>	<b>\$ 409.50</b>

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "6a"



TRUIST Place  
401 E. Jackson Street, Suite 2400  
Tampa, FL 33602-5236

T 813 222 8180  
F 813 222 8189  
www.bipc.com

MARK KORNFELD, RECEIVER  
C/O BUCHANAN INGERSOLL & ROONEY  
SUNTRUST FINANCIAL CENTRE  
401 E. JACKSON STREET, SUITE 240  
ATTN: JORDAN MAGLICH, ESQUIRE  
TAMPA, FL 33602

January 27, 2026  
Invoice No. 12442600

#### INVOICE SUMMARY

##### For Professional Services Rendered:

RE: IN RE: KINETICS  
Our Reference: 0103373-000001

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Fees:	\$17,552.50
Disbursements:	<u>\$1,068.63</u>

<b>Total Current Invoice:</b>	<b>\$18,621.13</b>
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TRUIST Place  
401 E. Jackson Street, Suite 2400  
Tampa, FL 33602-5236

T 813 222 8180  
F 813 222 8189  
www.bipc.com

MARK KORNFELD, RECEIVER  
C/O BUCHANAN INGERSOLL & ROONEY  
SUNTRUST FINANCIAL CENTRE  
401 E. JACKSON STREET, SUITE 240  
ATTN: JORDAN MAGLICH, ESQUIRE  
TAMPA, FL 33602

January 27, 2026  
Invoice No. 12442600

**For Professional Services Rendered:**

RE: IN RE: KINETICS  
Our Reference: 0103373-000001

**SERVICES AND COSTS INCLUDING**

Timekeeper	Date	Task	Narrative	Hours	Amount
<b>Case Administration</b>					
L. Humphries	10/02/25	B110	Review of investor line voice mails.	0.20	59.00
L. Humphries	10/10/25	B110	Communication regarding language of judgments involving entities.	0.30	88.50
L. Humphries	10/10/25	B110	Conferral with defendants regarding filing.	0.20	59.00
L. Humphries	10/16/25	B110	Review of correspondence and corporate documents in preparation of update to interim report.	0.80	236.00
L. Humphries	10/21/25	B110	Attendance at phone conference with Receiver regarding distribution issues.	0.40	118.00
L. Humphries	10/23/25	B110	Communication with Puerto Rican counsel on payment to treasury.	0.30	88.50
L. Humphries	10/28/25	B110	Addressed claimant check issue including review of new check and preparation of additional letter to investor claimant.	0.50	147.50
L. Humphries	10/29/25	B110	Communication with Receiver regarding shut down.	0.20	59.00
L. Humphries	10/29/25	B110	Drafted edits to Interim Report for Court.	2.00	590.00
L. Humphries	10/29/25	B110	Assessed account statements in preparation of Interim Report.	0.40	118.00
L. Humphries	10/29/25	B110	Review of prior email correspondence from investor claimant to address mailing issue to chief officer of claimant's company.	0.40	118.00

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

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January 27, 2026  
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Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	10/29/25	B110	Communication with J.F. regarding claim distribution.	0.20	59.00
L. Humphries	11/03/25	B110	Communication with claimant T.S. regarding change of address and details regarding his claim.	0.40	118.00
L. Humphries	11/03/25	B110	Drafted update to Court interim report.	0.40	118.00
L. Humphries	11/04/25	B110	Communication with Receiver regarding Receiver mail.	0.20	59.00
L. Humphries	11/04/25	B110	Communication with claimant investor regarding timeline and government shut down.	0.20	59.00
L. Humphries	11/05/25	B110	Review of investor claimant #4.	0.20	59.00
L. Humphries	11/05/25	B110	Review of October invoice from PDR professionals.	0.20	59.00
L. Humphries	11/06/25	B110	Review of Kinetic documents in Receivership in determining steps to facilitate consent judgments and final distribution to investors.	4.00	1,180.00
L. Humphries	11/10/25	B110	Email correspondence with claimant investor M.S.	0.20	59.00
L. Humphries	11/10/25	B110	Addressed check discrepancy issue with claimant.	0.40	118.00
L. Humphries	11/12/25	B110	Various email correspondence with claimant investor.	0.20	59.00
L. Humphries	11/12/25	B110	Draft Motion regarding combining funds of Receivership accounts, closing accounts, addressing Defendant Williams funds, and addressing tax issues remaining for Puerto Rican and U.S. entities.	3.20	944.00
L. Humphries	11/19/25	B110	Addressed issue with mandatory distributions of claimant.	0.30	88.50
L. Humphries	11/20/25	B110	Review of Order from Judge Flynn.	0.20	59.00
L. Humphries	11/20/25	B110	Drafted updates for interim report and review of accounts.	1.40	413.00
L. Humphries	11/20/25	B110	Communication with Court regarding filing issue.	0.20	59.00
L. Humphries	11/21/25	B110	Communication with claimant investor.	0.40	118.00
L. Humphries	11/24/25	B110	Review of amended Order.	0.20	59.00
L. Humphries	11/24/25	B110	Preparation of wire transfers.	0.80	236.00

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

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January 27, 2026  
Invoice No. 12442600

Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	11/24/25	B110	Review of claimants records to address question on claim.	1.00	295.00
L. Humphries	11/24/25	B110	Email correspondence from investor claimant B.C.	0.10	29.50
L. Humphries	12/04/25	B110	Review of documents regarding consolidation of tax issues for PR entities.	1.20	354.00
L. Humphries	12/04/25	B110	Preparation of research regarding various dissolution issues as move toward final distribution.	1.50	442.50
L. Humphries	12/05/25	B110	Draft final distribution motion and addressed issues with changes in claimant information.	2.00	590.00
L. Humphries	12/08/25	B110	Communication with investor claimant.	0.30	88.50
L. Humphries	12/09/25	B110	Preparation of draft fee application.	2.00	N/C
L. Humphries	12/10/25	B110	Communication with investor claimant regarding request on claim issue.	0.30	88.50
L. Humphries	12/11/25	B110	Communication with forensic accountants regarding chart for claimant.	0.30	88.50
L. Humphries	12/15/25	B110	Review of judgment regarding disgorgement amounts.	0.40	118.00
L. Humphries	12/15/25	B110	Conference with SEC regarding time line of final distribution, judgments of relief defendants and Williams' status.	0.40	118.00
L. Humphries	12/15/25	B110	Preparation of dissolution memorandum.	3.00	885.00
L. Humphries	12/17/25	B110	Assessed information regarding Defendant Williams' living expense issue.	0.50	147.50
<b>Subtotal Case Administration</b>				<b>32.00</b>	<b>8,850.00</b>
<b>Asset Disposition</b>					
L. Humphries	10/01/25	B130	Review of prior Fee Application regarding Court approval issue.	1.00	N/C
L. Humphries	10/02/25	B130	Assessed language in proposed consent judgments regarding relief defendants.	0.80	236.00

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

Page 5  
January 27, 2026  
Invoice No. 12442600

Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	10/02/25	B130	Preparation of update to claimants.	0.20	59.00
L. Humphries	10/06/25	B130	Email correspondence with J.F. regarding check issue.	0.20	59.00
L. Humphries	10/06/25	B130	Addressed claimant distribution issue.	0.90	265.50
L. Humphries	10/06/25	B130	Communication with Receiver on real property issues regarding sale of Puerto Rican real estate.	0.40	118.00
L. Humphries	10/07/25	B130	Addressed issue with application for vendor.	1.00	295.00
L. Humphries	10/08/25	B130	Communication with RAD Consulting on website.	0.30	88.50
L. Humphries	10/08/25	B130	Communication with clerk of court regarding filing.	0.40	118.00
L. Humphries	10/08/25	B130	Preparation of update for Receivership website.	0.50	147.50
L. Humphries	10/08/25	B130	Addressed claimant issues regarding missing claim check.	1.20	354.00
L. Humphries	10/08/25	B130	Communication with Court regarding filing on asset disposition.	0.20	59.00
L. Humphries	10/09/25	B130	Communication with SEC counsel.	0.20	59.00
L. Humphries	10/10/25	B130	Draft correspondence to investor claimant.	0.10	29.50
L. Humphries	10/10/25	B130	Addressed stop-pay issue on Receivership account.	0.30	88.50
L. Humphries	10/13/25	B130	Communication with vendor regarding change in handling Receivership website.	0.60	177.00
L. Humphries	10/13/25	B130	Communication with counsel regarding stay and extension for obtaining relief against Defendants.	0.20	59.00
L. Humphries	10/14/25	B130	Draft Notice of Receiver transfer of position to Fox Rothschild LLP.	0.40	118.00
L. Humphries	10/14/25	B130	Draft Interim Report for filing with Court.	1.50	442.50
L. Humphries	10/15/25	B130	Communication with Receiver regarding court filing on PACER requirements for Receiver.	0.20	59.00
L. Humphries	10/15/25	B130	Review of information from Court on amendment to Middle District local rules.	0.20	59.00
L. Humphries	10/15/25	B130	Addressed wire issue with ServisFirst bank.	0.40	118.00

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

Page 6  
January 27, 2026  
Invoice No. 12442600

Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	10/15/25	B130	Preparation of research regarding corporate filings issue.	1.20	354.00
L. Humphries	10/15/25	B130	Review of draft SFAR prior to filing with the Court.	0.50	147.50
L. Humphries	10/16/25	B130	Review of Department of Treasury requirements to address closure of Puerto Rican Corporations.	0.30	88.50
L. Humphries	10/17/25	B130	Communication with Puerto Rican tax professionals regarding treasury filings.	0.40	118.00
L. Humphries	10/20/25	B130	Conference with Receiver regarding distribution next steps.	1.00	295.00
L. Humphries	10/21/25	B130	Provided update to claimant on status.	0.40	118.00
L. Humphries	10/21/25	B130	Review of fraud alert statement from ServisFirst bank.	0.20	59.00
L. Humphries	10/23/25	B130	Addressed corporate income tax issue for Puerto Rican Kinetic entities.	0.60	177.00
L. Humphries	10/23/25	B130	Attendance at phone conference with U.S. and Puerto Rican tax consultants along with Receiver.	0.40	118.00
L. Humphries	10/24/25	B130	Review of accounts to determine if outstanding check issue has been resolved.	0.20	59.00
L. Humphries	10/29/25	B130	Email correspondence with J.H.	0.20	59.00
L. Humphries	11/06/25	B130	Spoke with investor claimant regarding government shutdown.	0.30	88.50
L. Humphries	11/07/25	B130	Review of corporate documents of claimant investor B.C. regarding claim issue.	0.60	177.00
L. Humphries	11/10/25	B130	Assessed corporate documents in preparation for closure of Receivership and tax requirements of Puerto Rican entities.	1.50	442.50
L. Humphries	11/11/25	B130	Various email correspondence with investor financial advisor regarding questions on claim.	0.30	88.50
L. Humphries	11/12/25	B130	Attendance at meeting regarding corporate documents and final tax return for entities.	0.80	236.00
L. Humphries	11/13/25	B130	Draft email to SEC regarding application for fees and costs.	0.10	N/C

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

Page 7  
January 27, 2026  
Invoice No. 12442600

Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	11/14/25	B130	(No Charge) Addressed various issues regarding maternity leave coverage period and Receiver's new firm.	1.80	N/C
L. Humphries	11/17/25	B130	Draft email correspondence to counsel for the SEC.	0.20	59.00
L. Humphries	11/18/25	B130	Draft Order for Court.	0.20	59.00
L. Humphries	11/19/25	B130	Communication with investor claimant regarding distribution issue.	0.40	118.00
L. Humphries	11/20/25	B130	Assessed statement from VGMM.	0.30	88.50
L. Humphries	11/20/25	B130	Communication with Receiver regarding administrative closure of case.	0.20	59.00
L. Humphries	12/03/25	B130	Various email correspondence with counsel for the Commission regarding conference.	0.10	29.50
L. Humphries	12/03/25	B130	Addressed Consent Judgment issue.	0.40	118.00
L. Humphries	12/03/25	B130	Review of documents in preparation of motion on final relief and disposition of assets.	2.00	590.00
L. Humphries	12/04/25	B130	Assessed Court filings related to prior stay and order by Court.	0.70	206.50
L. Humphries	12/05/25	B130	Review of various correspondence from Departamento de Hacienda de Puerto Rico.	0.30	88.50
L. Humphries	12/05/25	B130	Draft update to the Interim Report.	0.40	118.00
L. Humphries	12/11/25	B130	Communication with Receiver.	0.20	59.00
L. Humphries	12/12/25	B130	Review of Receiver telephone messages.	0.20	59.00
L. Humphries	12/15/25	B130	Conferral with Receiver on consent judgments.	0.20	59.00
<b>Subtotal Asset Disposition</b>				<b>27.80</b>	<b>7,345.50</b>
<b>Operations</b>					
L. Humphries	10/08/25	B200	Communication with Servis First bank.	0.20	59.00
L. Humphries	10/09/25	B200	Review of Order from Judge Flynn.	0.20	59.00
L. Humphries	10/09/25	B200	Preparation of payment regarding granted application by Court.	1.00	295.00
L. Humphries	10/14/25	B200	Communication with vendors to effectuate payments.	0.30	88.50

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

Page 8  
January 27, 2026  
Invoice No. 12442600

Timekeeper	Date	Task	Narrative	Hours	Amount
L. Humphries	10/14/25	B200	Communication with Receiver regarding filing on change of law firm status.	0.20	59.00
L. Humphries	10/14/25	B200	Review of stay filing with Court.	0.20	59.00
L. Humphries	10/23/25	B200	Assessed documents and account statements in advance of call with finance professionals.	0.50	147.50
L. Humphries	11/07/25	B200	Addressed IRA issue for investor claimant B.C.	0.40	118.00
L. Humphries	11/11/25	B200	Addressed IRA issue with Vantage account of claimant.	1.40	413.00
L. Humphries	11/24/25	B200	Email correspondence with claimant investor.	0.20	59.00
<b>Subtotal Operations</b>				<b>4.60</b>	<b>1,357.00</b>
Total Hours				64.40	
Total Fees					\$17,552.50

#### DESCRIPTION OF COSTS

	Description	Amount
10/01/25	Miscellaneous Lauren V. Humphries Kinetics Web Hosting for October 2025	100.00
10/22/25	Miscellaneous Lauren V. Humphries Receiver's signature stamp	17.47
10/27/25	Miscellaneous Lauren V. Humphries Puerto Rico Tax Payment Due	751.16
11/01/25	Miscellaneous Lauren V. Humphries Kinetics Web Hosting for November 2025	100.00
12/01/25	Miscellaneous Lauren V. Humphries Kinetics Web Hosting for December 2025	100.00
Total Costs		\$1,068.63
<b>Amount Due This Invoice:</b>		<b>\$18,621.13</b>

MARK KORNFELD, RECEIVER  
RE: IN RE: KINETICS  
0103373-000001

Page 9  
January 27, 2026  
Invoice No. 12442600

**TIMEKEEPER SUMMARY**

Name	Title	Hours	Rate	Amount
L. Humphries	Counsel	59.50	295.00	17,552.50
L. Humphries	Counsel	4.90	N/C	N/C
	Total	64.40		17,552.50



TRUIST Place  
401 E. Jackson Street, Suite 2400  
Tampa, FL 33602-5236

T 813 222 8180  
F 813 222 8189  
www.bipc.com

### REMITTANCE STATEMENT

MARK KORNFELD, RECEIVER  
C/O BUCHANAN INGERSOLL & ROONEY  
SUNTRUST FINANCIAL CENTRE  
401 E. JACKSON STREET, SUITE 240  
ATTN: JORDAN MAGLICH, ESQUIRE  
TAMPA, FL 33602

January 27, 2026  
Invoice No. 12442600

Our Reference: 0103373-000001  
Client Name: MARK KORNFELD, RECEIVER  
Invoice Date: January 27, 2026  
Invoice Number: 12442600  
Total Due This Invoice: \$18,621.13

**Total Due All Invoices For this Matter: \$18,621.13**

**PLEASE RETURN THIS REMITTANCE STATEMENT WITH YOUR PAYMENT  
THANK YOU**

Make checks payable to: Buchanan Ingersoll & Rooney  
Union Trust Building  
Attn: Accounting Department  
501 Grant Street – Suite 200  
Pittsburgh, PA 15219-4413  
Tax ID: 25-1381032

Wire / ACH Information  
PNC Bank, N.A.  
Buchanan Ingersoll & Rooney Operating Account  
Account #: 1133081072  
Routing#: 043000096  
SWIFT CODE: PNCCUS33  
Please Reference 0103373-000001 Invoice: 12442600

Amount remitted this payment: \$ \_\_\_\_\_

**RECENT FEES AND DISBURSEMENTS MAY NOT  
YET BE ENTERED ON YOUR ACCOUNT AND  
IF NOT, WILL BE SUBSEQUENTLY BILLED**



Dear Clients,

As we approach our **March 31, 2026**, fiscal year-end, we kindly request that you remit payments to us prior to our year-end deadline.

**ACH/WIRE: Remit by March 25, 2026**

Wells Fargo Bank

420 Montgomery Street

San Francisco, CA 94104

ACH-ABA 031000503

WIRE-ABA 121000248

Account: Fox Rothschild LLP

Account: 2100019564260

Swift Code: WFBUS6S (international wires only)

**ECheck: Submit by March 30, 2026**

<https://www.e-billexpress.com/ebpp/foxroth>

Please refer to remit page for Client No. and Payor ID.

**Paper Check: Mail By March 18, 2026**

Payable to: Fox Rothschild LLP

PO Box 931646

Atlanta, GA 31193-1646

Please include invoice number or matter number with payment.

Please email the Payment Application Group at [Accounting.AR@Foxrothschild.com](mailto:Accounting.AR@Foxrothschild.com) or call 215-299-2890 if you need assistance.



ONE SARASOTA TOWER 2 NORTH TAMiami TRAIL SUITE 400 SARASOTA, FL 34236  
 Tel 215.299.2000 Fax 215.299.2150 www.foxrothschild.com

TAX I.D. NO. 23-1404723

KINETICS RECEIVERSHIP	Invoice Number	3779951
MARK KORNFELD	Invoice Date	01/14/26
ONE SARASOTA TOWER	Client Number	391609
2 NORTH TAMiami TRAIL SUITE 400	Matter Number	00001
SARASOTA, FLORIDA, FL 34236		

Sabrina.Storno@bipc.com, lauren.humphries@bipc.com

**RE: CASE NO. 8:20-CV-395-MSS-SPF. UNITED STATES DISTRICT COURT MIDDLE DISTRICT OF FLORIDA TAMPA DIVISION**

**FOR PROFESSIONAL SERVICES RENDERED THROUGH 12/31/25**

Date	Timekeeper	Description	Hours	Amount
10/15/2025	KORNFELD	EMAILS, FOLLOW-UP WITH LAUREN HUMPHRIES REGARDING INTERIM REPORT, COURT FILINGS, TIMING, SIGNING OF CLAIMANT CHECKS, BANKS.	0.5	\$218.75
10/17/2025	KORNFELD	EMAILS, FOLLOW UP WITH LAUREN HUMPHRIES REGARDING CLOSING KINETIC ACCOUNT IN DEPT. OF STATE AND PUERTO RICO TREASURY, EMAILS, TIMING RELATING TO SAME.	0.5	\$218.75
10/20/2025	KORNFELD	EMAILS, CONFER WITH LAUREN HUMPHRIES REGARDING BANKING, CLAIMANT DISTRIBUTIONS, WINDING DOWN CORPORATE ENTITIES PUERTO RICO.	0.5	\$218.75
10/21/2025	KORNFELD	STRATEGY CALL WITH LAUREN HUMPHRIES REGARDING DISTRIBUTIONS, BANKING, CHECKS, PUERTO RICO CORPORATE FILINGS, WINDDOWN.	0.5	\$218.75
10/22/2025	KORNFELD	CALL, EMAIL WITH LAUREN HUMPHRIES RE: BANKING, CLAIMANT CHECKS.	0.2	\$87.50
10/23/2025	KORNFELD	PREP FOR, CALL WITH BILL PRICE, LAUREN HUMPHRIES, PUERTO RICO COUNSEL ON BANKING, WINDING DOWN ESTATE.	1.0	\$437.50
10/24/2025	KORNFELD	EMAILS, FOLLOW UP REGARDING ESTATE PAYMENTS REQUIRED FOR	0.5	\$218.75

Date	Timekeeper	Description	Hours	Amount
		PUERTO RICO, STRATEGIC PLAN FOR BANKING CLAIMANTS, FINAL DISTRIBUTION.		
10/27/2025	KORNFELD	EMAILS, FOLLOW UP WITH OUTSIDE COUNSEL ON WINDDOWN, TAXES, CORPORATE REGISTRY FEES, TIMING.	0.5	\$218.75
11/17/2025	KORNFELD	EMAILS RE: WINDDOWN TIMELINE, FINAL DISTRIBUTION APPROACH TO SEC AND LAUREN HUMPHRIES.	0.2	\$87.50
11/24/2025	KORNFELD	EMAILS W LAUREN HUMPHRIES REGARDING VENDOR AND SERVICE PROVIDER PAYMENTS.	0.2	\$87.50
12/05/2025	KORNFELD	REVIEW MEMORANDA, DISTRIBUTIONS HISTORY, RESERVE NEEDS, FOR 12-15 CALL W SEC RELATING TO 2026 WINDDOWN.	1.0	\$437.50
12/10/2025	KORNFELD	REVIEW AND ANALYZE CHECKLIST, MEMO FOR WIND DOWNS OF RECEIVERSHIP.	1.0	\$437.50
12/15/2025	KORNFELD	REVIEW FILES, DRAFT MOTION, CONSENT JUDGMENT, EMAILS WITH LAUREN HUMPHRIES IN ADVANCE OF CALL WITH SEC REGARDING WINDDOWN OF ESTATE POTENTIALLY IN Q1 2026.	1.0	\$437.50
12/15/2025	KORNFELD	CALLS WITH LAUREN HUMPHRIES AND STEPHANIE MOOT REGARDING SAME.	1.0	NO CHARGE
12/16/2025	KORNFELD	REVIEW ASSET DISTRIBUTIONS, ANALYZE POTENTIAL NEED FOR ADMINISTRATIVE ESTATE/RESERVE, IN CONJUNCTION WITH EXPECTED WINDDOWN Q1 2026.	1.0	\$437.50
12/17/2025	KORNFELD	REVIEW CLAIMANTS' FINAL DISTRIBUTIONS AND CORPORATE TAX INFO.	1.0	\$437.50
12/23/2025	KORNFELD	ORGANIZE, REVIEW DOCUMENTS, FORMS FOR 2026 WINDDOWN MOTION, FINAL CLAIMANTS' DISTRIBUTION.	0.5	\$218.75
<b>TOTAL</b>				<b>\$4,418.75</b>

**TIMEKEEPER TIME SUMMARY:**

Timekeeper	Hours	Rate	Amount
M. A. KORNFELD	10.1	\$437.50	\$4,418.75
M. A. KORNFELD	1.0	NO CHARGE	
<b>TOTAL</b>	<b>11.1</b>		<b>\$4,418.75</b>

TOTAL PROFESSIONAL SERVICES

\$4,418.75

TOTAL AMOUNT OF THIS INVOICE \$4,418.75



ONE SARASOTA TOWER 2 NORTH TAMiami TRAIL SUITE 400 SARASOTA, FL 34236  
 Tel 215.299.2000 Fax 215.299.2150 www.foxrothschild.com

TAX I.D. NO. 23-1404723

## REMITTANCE PAGE

KINETICS RECEIVERSHIP  
 MARK KORNFELD  
 ONE SARASOTA TOWER  
 2 NORTH TAMiami TRAIL SUITE 400  
 SARASOTA, FLORIDA, FL 34236

Invoice Number	3779951
Invoice Date	01/14/26
Client Number	391609
Matter Number	00001

Sabrina.Storno@bipc.com, lauren.humphries@bipc.com

**RE: CASE NO. 8:20-CV-395-MSS-SPF. UNITED STATES DISTRICT COURT MIDDLE DISTRICT OF FLORIDA  
 TAMPA DIVISION**

**TOTAL BALANCE DUE UPON RECEIPT**

**\$4,418.75**

### PAYMENT INSTRUCTIONS

#### ACH/WIRE INSTRUCTIONS

Wells Fargo Bank  
 420 Montgomery Street  
 San Francisco, CA 94104  
 ACH - ABA #031000503  
 WIRE - ABA #121000248  
 Account: Fox Rothschild LLP  
 Account #2100019564260  
 Swift Code: #WFBIUS6S (international wires only)  
 Email: AR@foxrothschild.com

#### eCHECK PAYMENT

Logon: <https://www.e-billexpress.com/ebpp/foxroth>

#### PAPER CHECK

Make Payable to:  
 Fox Rothschild LLP  
 PO Box 931646  
 Atlanta, GA 31193-1646

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "6b"



# Invoice for Services

12298

All funds payable to:

**E-Hounds, Inc.**

32815 US 19 North Suite 100

Palm Harbor, Florida 34684

support@ehounds.com (727) 726-8985

Open Date	Close Date	Invoice #	Balance Due	Case Reference (E9578)	Terms
10/01/2025	10/31/2025	67912	<b>\$495.00</b>	in RE: Kinetic	Due on Receipt

**Invoice to:**

BIPC  
in RE: Kinetic  
401 E. Jackson St  
Suite 2400  
Tampa, FL 33602-5236

**Case Contact:**

Buchanan Ingersoll  
Lauren V Humphries  
813-222-1141

Q	Date	Expedited	All quantities are based Hourly unless otherwise noted	Tech	Price	Ext
1	10/05/2025		<b>E-Hounds Review Platform (incl 1 user seat) Courtesy Rate Monthly</b>		<b>\$495.00</b>	<b>\$495.00</b>

All balances are due upon receipt. Thank you!

## Payments Applied

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**Please note: Our fees are subject to change annually.****Statement of Limited Liability and Financial Responsibility**

E-Hounds, Inc. shall not be liable for any special, consequential, or exemplary damages arising from the use or misuse of data or equipment after it has been returned to the client or owner. Recovered data will be stored for 30 days unless otherwise specified in writing by the client. All issues with recovered data must be reported within 5 business days of receipt. Property or equipment held for legal matters will be retained for up to 1 year upon case closure or at the client's written request. Additional fees may apply for extended storage or maintenance. ABSOLUTELY NO REFUNDS.

This invoice is issued under the Fee Agreement signed by the client. Final payment must be received before the release of any equipment, findings, or reporting. All invoices are due upon receipt, unless otherwise stated. Unpaid balances over 30 days are subject to a 1.5% monthly late fee. Balances unpaid after 60 days may result in equipment liquidation, initiation of collections, and recovery of reasonable attorney's fees. All services are provided on behalf of the contracting agency, agent, or party, who is solely responsible for payment. Payment responsibility is not transferable or assignable.

**SUBTOTAL** **\$495.00**

**TOTAL** **\$495.00**

**Balance Due** **\$495.00**

E-Hounds also accepts:



Venmo: @ehounds

Zelle: support@ehounds.com



venmo



PayPal



## Invoice for Services

All funds payable to:

32815 US 19 North Suite 100

Palm Harbor, Florida 34684

support@ehounds.com (727) 726-8985

Open Date	Close Date	Invoice #	Balance Due	Case Reference (E9578)	Terms
11/01/2025	11/30/2025	68726	\$495.00	in RE: Kinetic	Due on Receipt

## Invoice to:

BIPC  
in RE: Kinetic  
401 E. Jackson St  
Suite 2400  
Tampa, FL 33602-5236

## Case Contact:

Buchanan Ingersoll  
Lauren V Humphries  
813-222-1141

Q	Date	Expedited	All quantities are based Hourly unless otherwise noted	Tech	Price	Ext
1	11/05/2025		E-Hounds Review Platform (incl 1 user seat) Courtesy Rate Monthly		\$495.00	\$495.00

All balances are due upon receipt. Thank you!

SUBTOTAL \$495.00

Payments Applied	

TOTAL \$495.00**Balance Due \$495.00****Please note: Our fees are subject to change annually.****Statement of Limited Liability and Financial Responsibility**

E-Hounds, Inc. shall not be liable for any special, consequential, or exemplary damages arising from the use or misuse of data or equipment after it has been returned to the client or owner. Recovered data will be stored for 30 days unless otherwise specified in writing by the client. All issues with recovered data must be reported within 5 business days of receipt. Property or equipment held for legal matters will be retained for up to 1 year upon case closure or at the client's written request. Additional fees may apply for extended storage or maintenance.

**ABSOLUTELY NO REFUNDS.**

This invoice is issued under the Fee Agreement signed by the client. Final payment must be received before the release of any equipment, findings, or reporting. All invoices are due upon receipt, unless otherwise stated. Unpaid balances over 30 days are subject to a 1.5% monthly late fee. Balances unpaid after 60 days may result in equipment liquidation, initiation of collections, and recovery of reasonable attorney's fees. All services are provided on behalf of the contracting agency, agent, or party, who is solely responsible for payment. Payment responsibility is not transferable or assignable.

E-Hounds also accepts:

Venmo: @ehounds



Zelle: support@ehounds.com

**venmo****PayPal**



## Invoice for Services

12300

All funds payable to:

E-Hounds, Inc.

32815 US 19 North Suite 100

Palm Harbor, Florida 34684

support@ehounds.com (727) 726-8985

Open Date	Close Date	Invoice #	Balance Due	Case Reference (E9578)	Terms
12/01/2025	12/31/2025	70420	\$495.00	in RE: Kinetic	Due on Receipt

## Invoice to:

BIPC  
in RE: Kinetic  
401 E. Jackson St  
Suite 2400  
Tampa, FL 33602-5236

## Case Contact:

Buchanan Ingersoll  
Lauren V Humphries  
813-222-1141

Q	Date	Expedited	All quantities are based Hourly unless otherwise noted	Tech	Price	Ext
1	12/05/2025		E-Hounds Review Platform (incl 1 user seat) Courtesy Rate Monthly		\$495.00	\$495.00

All balances are due upon receipt. Thank you!

## Payments Applied

--	--

**Please note: Our fees are subject to change annually.**

## Statement of Limited Liability and Financial Responsibility

E-Hounds, Inc. shall not be liable for any special, consequential, or exemplary damages arising from the use or misuse of data or equipment after it has been returned to the client or owner. Recovered data will be stored for 30 days unless otherwise specified in writing by the client. All issues with recovered data must be reported within 5 business days of receipt. Property or equipment held for legal matters will be retained for up to 1 year upon case closure or at the client's written request. Additional fees may apply for extended storage or maintenance. ABSOLUTELY NO REFUNDS.

This invoice is issued under the Fee Agreement signed by the client. Final payment must be received before the release of any equipment, findings, or reporting. All invoices are due upon receipt, unless otherwise stated. Unpaid balances over 30 days are subject to a 1.5% monthly late fee. Balances unpaid after 60 days may result in equipment liquidation, initiation of collections, and recovery of reasonable attorney's fees. All services are provided on behalf of the contracting agency, agent, or party, who is solely responsible for payment. Payment responsibility is not transferable or assignable.

SUBTOTAL **\$495.00**  
TOTAL **\$495.00**

**Balance Due** **\$495.00**

E-Hounds also accepts:



Venmo: @ehounds

Zelle: support@ehounds.com



venmo



PayPal

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "6c"



4023 Tampa Road, Suite 2000  
Oldsmar, FL 34677  
Phone (727) 785-4447 Fax (727) 784-5491  
[www.pdr-cpa.com](http://www.pdr-cpa.com)

**Mark A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC**  
October 1, 2025 through October 31, 2025

Date	Activity Category	Timekeeper	Description	Hours	Rate	Amount
10/1/2025	Accounting & Auditing	SAO	Reviewed & downloaded bank statements, recorded bank activity, reconciled #0920, #3666 and #3674 bank statements	1.90	\$ 125.00	\$ 237.50
10/2/2025	Accounting & Auditing	GAH	Gathered information for financials	0.25	\$ 155.00	\$ 38.75
10/2/2025	Accounting & Auditing	SAO	Reconciled #3708, #3732 and #3740 bank statements	0.90	\$ 125.00	\$ 112.50
10/6/2025	Accounting & Auditing	SAO	Recorded bank activity	1.60	\$ 125.00	\$ 200.00
10/9/2025	Accounting & Auditing	SAO	Voided and reissued investor check	0.30	\$ 125.00	\$ 37.50
10/10/2025	Accounting & Auditing	SAO	Updated account records	0.30	\$ 125.00	\$ 37.50
10/14/2025	Accounting & Auditing	SAO	Updated account records	0.35	\$ 125.00	\$ 43.75
10/14/2025	Accounting & Auditing	GAH	Reviewed financials	1.00	\$ 155.00	\$ 155.00
10/15/2025	Accounting & Auditing	SAO	Updated account records	0.30	\$ 125.00	\$ 37.50
10/15/2025	Accounting & Auditing	WEP	Reviewed financials	1.00	\$ 335.00	\$ 335.00
10/15/2025	Accounting & Auditing	GAH	Updated route sheet and emailed to client	0.25	\$ 155.00	\$ 38.75
<b>Total Accounting &amp; Auditing</b>				<b>8.15</b>		<b>\$ 1,273.75</b>
<b>Total Mark. A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC</b>				<b>8.15</b>		<b>\$ 1,273.75</b>



4023 Tampa Road, Suite 2000  
Oldsmar, FL 34677  
Phone (727) 785-4447 Fax (727) 784-5491  
[www.pdr-cpa.com](http://www.pdr-cpa.com)

**Mark A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC**  
**November 1, 2025 through November 30, 2025**

Date	Activity Category	Timekeeper	Description	Hours	Rate	Amount
11/3/2025	Accounting & Auditing	SAO	Reconciled #0920, #3666, #3674, #3690, #3730, #3708, #3740 and #3757 bank statements, reviewed Quickbooks for 2025 1099s	2.70	\$ 125.00	\$ 337.50
	<b>Total Accounting &amp; Auditing</b>					<b>\$ 337.50</b>
11/20/2025	Consulting	PDR	VGGM Invoice 24867			\$ 409.50
	<b>Total Consulting</b>			<b>2.70</b>		<b>\$ 409.50</b>
<b>Total Mark. A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC</b>				<b>2.70</b>		<b>\$ 747.00</b>



4023 Tampa Road, Suite 2000  
Oldsmar, FL 34677  
Phone (727) 785-4447 Fax (727) 784-5491  
[www.pdr-cpa.com](http://www.pdr-cpa.com)

**Mark A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC**  
**December 1, 2025 through December 31, 2025**

Date	Activity Category	Timekeeper	Description	Hours	Rate	Amount
12/1/2025	Accounting & Auditing	SAO	Reconciled #0920, #3666, #3674, #3690, #3730, #3708, #3740 and #3757 bank statements, recorded bank activity	2.90	\$ 125.00	\$ 362.50
	<b>Total Accounting &amp; Auditing</b>					<b>\$ 362.50</b>
<b>Total Mark. A. Kornfeld, Esq. Receiver for Kinetic Investment, LLC</b>				<b>2.90</b>		<b>\$ 362.50</b>

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "6d"



# INVOICE

RAD Technology Consulting, LLC  
4830 West Kennedy Boulevard  
Suite 600  
Tampa, Florida 33609  
United States

8135171586  
radtechconsulting.com

**BILL TO**

**Buchanan Ingersoll & Rooney PC -  
Kinetic Receivership**

Lauren Humphries  
401 E. Jackson Street, Suite 2400  
Tampa, Florida 33602-5236  
United States

(813) 222-1141

lauren.humphries@bipc.com

**Invoice Number:** 3448

**Invoice Date:** October 1, 2025

**Payment Due:** October 1, 2025

**Amount Due (USD):** **\$0.00**

Items	Quantity	Price	Amount
<b>Managed WordPress Hosting</b> kineticreceivership.com	1	\$95.00	\$95.00
<b>Managed DNS Hosting</b> kineticreceivership.com kineticreceivership1.com	2	\$2.50	\$5.00
			<b>Total:</b> \$100.00
Payment on October 1, 2025 using		.... 4008:	\$100.00
			<b>Amount Due (USD):</b> <b>\$0.00</b>



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**Kinetic Receivership**

Lauren Humphries  
401 E. Jackson Street, Suite 2400  
Tampa, Florida 33602-5236  
United States

(813) 222-1141

lauren.humphries@bipc.com

**Invoice Number:** 3619

**Invoice Date:** November 1, 2025

**Payment Due:** November 1, 2025

**Amount Due (USD):** **\$0.00**

Items	Quantity	Price	Amount
<b>Managed WordPress Hosting</b> kineticreceivership.com	1	\$95.00	\$95.00
<b>Managed DNS Hosting</b> kineticreceivership.com kineticreceivership1.com	2	\$2.50	\$5.00

**Total:** \$100.00

Payment on November 1, 2025 using .... 4008: \$100.00

**Amount Due (USD):** **\$0.00**



# INVOICE

RAD Technology Consulting, LLC  
4830 West Kennedy Boulevard  
Suite 600  
Tampa, Florida 33609  
United States

8135171586  
radtechconsulting.com

**BILL TO**

**Buchanan Ingersoll & Rooney PC -  
Kinetic Receivership**

Lauren Humphries  
401 E. Jackson Street, Suite 2400  
Tampa, Florida 33602-5236  
United States

(813) 222-1141

lauren.humphries@bipc.com

**Invoice Number:** 3776

**Invoice Date:** December 1, 2025

**Payment Due:** December 1, 2025

**Amount Due (USD):** **\$0.00**

Items	Quantity	Price	Amount
<b>Managed WordPress Hosting</b> kineticreceivership.com	1	\$95.00	\$95.00
<b>Managed DNS Hosting</b> kineticreceivership.com kineticreceivership1.com	2	\$2.50	\$5.00

**Total:** \$100.00

Payment on December 1, 2025 using .... 4008: \$100.00

**Amount Due (USD):** **\$0.00**

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "6e"

VALDES, GARCIA, MARIN &amp; MARTINEZ, LLP



PO Box 364831  
San Juan, PR 00936-4831  
Tel: 787-725-1600

## INVOICE

Number: **24867**  
Date: 10/31/25  
Page: 1

Bill To:
PDR CPAs + Advisors 4023 TAMPA ROAD SUITE 2000 OLDSMAR, FL 34677

ATT: Mr. Bill Price

CONTRACT/PO NO.	PAYMENT TERMS	ACCOUNT PARTNER		
		YAHAIRA FELICIANO RAMOS		
DESCRIPTION		HOURS	RATE	AMOUNT
For professional services rendered to Kinetic Group, LLC during September and October 2025.	DUE UPON RECEIPT			
Time incurred in determining the amount due at the PR Treasury related to the 2023 Income Tax Return.				
Yahaira Feliciano		0.75	225.00	168.75
Meeting for determination of possible closing of the entity in Puerto Rico.				
Yahaira Feliciano		0.75	225.00	168.75
Time incurred in processing of the payment of amount due at the PR Treasury Department.				
Yahaira Feliciano		0.25	225.00	56.25

We are subject to a 6% tax withholding on professional services.

Reimbursed expenses are not subject to withholding.

Subtotal	393.75
Sales Tax	15.75
Total Amount USD	409.50
Payment/Credit Applied	
<b>TOTAL</b>	<b>409.50</b>

VALDES, GARCIA, MARIN & MARTINEZ, LLP  
ADDENDUM TO INVOICE 24867 (10/31/2025)

Date	Description – Hours incurred by Yahaira Feliciano	Time Incurred
September 24, 2025	Time incurred in determining the reason for amount due at PR Treasury related to the 2023 Income Tax Return.	.75
October 23, 2025	Meeting for determination of possible closing of the entity in Puerto Rico.	.75
October 24, 2025	Time incurred in the processing of the payment of amount due at the PR Treasury Department.	.25
	Total hours	1.75
	Rate	\$225
	Total invoice for Yahaira Feliciano	\$393.75

SEC vs. Kinetic Investment Group, LLC, et al  
CASE NO.: 8:20-cv-394

## EXHIBIT "7"

UNITED STATES DISTRICT COURT  
MIDDLE DISTRICT OF FLORIDA  
TAMPA DIVISION

**SECURITIES AND EXCHANGE  
COMMISSION,**

**Plaintiff,**

**v.**

**KINETIC INVESTMENT GROUP, LLC  
and MICHAEL SCOTT WILLIAMS,**

Case No.: 8:20-cv-394-MSS-SPF

**Defendants, and**

**KINETIC FUNDS I, LLC;  
KCL SERVICES, LLC d/b/a LENDACY;  
SCIPIO, LLC; LF42, LLC; EL MORRO  
FINANCIAL GROUP, LLC; and  
KIH, INC. f/k/a KINETIC  
INTERNATIONAL, LLC,**

**Relief Defendants.**

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**ORDER**

This cause comes before the Court for consideration of the Receiver's Twenty Fourth Interim Omnibus Application for Allowance and Payment of Professionals' Fees and Expenses for October 1, 2025 – December 31, 2025 (the "Application") (Doc. \_\_\_. The Securities and Exchange Commission does not oppose the requested relief, and Defendant Michael S. Williams takes no position on the requested relief. (*Id.* at 2, 24).

Having considered the Application and being otherwise fully advised, it is

hereby **ORDERED** as follows:

1. The Application (Doc. \_\_\_) is **GRANTED**.
2. The Court awards the following sums and directs that payment be made from Receivership assets:

<b>Mark A. Kornfeld, Esq. and Buchanan Ingersoll</b>	<b>\$23,039.88</b>
<b>E-Hounds</b>	<b>\$1,485.00</b>
<b>PDR CPAs + Advisors</b>	<b>\$2,383.25</b>
<b>VGMM</b>	<b>\$ 409.50<sup>1</sup></b>
<b>RAD Consulting</b>	<b>\$ 300.00<sup>2</sup></b>
<b>TOTAL:</b>	<b><u>\$26,908.13</u></b>

**ORDERED** in Tampa, Florida on \_\_\_\_\_, 2026.

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**SEAN P. FLYNN**  
**UNITED STATES MAGISTRATE JUDGE**

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<sup>1</sup> The invoice amount for VGMM is not added to the total requested fees as it is included in the invoiced amount for PDR CPAs + Advisors.

<sup>2</sup> The invoice amount for RAD Consulting is not added to the total requested fees as it is included in the invoiced amount for Buchanan Ingersoll & Rooney PC.