IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

NETSPHERE, INC.,	§
MANILA INDUSTRIES, INC., and	§
MUNISH KRISHAN,	§
Plaintiffs.	§
	§
V.	§
	§
JEFFREY BARON, and	§
ONDOVA LIMITED COMPANY,	§
Defendants.	§

Civil Action No. 3-09CV0988-F

APPELLANTS' JOINT RESPONSE TO RECEIVER'S MOTION FOR REIMBURSEMENT OF ADDITIONAL PERSONAL FUNDS [DOC#221]

TO THE HONORABLE ROYAL FURGESON, U.S. DISTRICT JUDGE:

COMES NOW, Appellant, defendant Jeffrey Baron and Appellants NovoPoint, LLC and Quantec, LLC and make this joint response to Receiver's Motion for Receiver's Motion for Reimbursement of Additional Personal Funds [Doc#221].

1. Appellants adopt and incorporate by reference the argument and authority raised in Appellants' Limited Objection To The Receiver's First Application For Reimbursement Of Fees Incurred By Receivership Professional Joshua Cox [Doc#190] and in Appellants' Joint Objection And Response To (1) The Receiver's First Application For Reimbursement Of Fees And Expenses Incurred By The Receiver [Doc#192] and (2) The Receiver's First Application For Reimbursement Of Fees And Expenses Incurred By Gardere Wynne Sewell LLP [Doc#193] and Appellants' Joint Response and Motion to Strike the Receiver's Motion For Order Confirming Propriety of Fund Management [Doc#245].

2. In Document #250 the receiver erroneously represents that 28 U.S.C. 2041 applies only to "Moneys Paid into Court." The receiver <u>redacted</u> the relevant portion of the law. The un-redacted text is quite opposite that relied upon and 'quoted' by the receiver. The un-redacted text: "All moneys paid into any court of the United States, **or received by the officers thereof**, in any case pending or adjudicated in such court, shall be forthwith deposited with the Treasurer of the United States", 28 U.S.C. 2041 (emphasized portion was redacted by receiver). Notably, a receiver is an officer of the court which appoints him. *E.g., Great Western Mining & Mfg. Co. v. Harris*, 198 U.S. 561, 574 (1905); *United States v. Pollard*, 115 F.2d 134 (5th Cir. 1940).

Respectfully submitted,

/s/ Gary N. Schepps Gary N. Schepps State Bar No. 00791608 Drawer 670804 Dallas, Texas 75367 (214) 210-5940 (214) 347-4031 Facsimile APPELLATE COUNSEL FOR JEFFREY BARON, NOVOPOINT, LLC, AND QUANTEC, LLC

CERTIFICATE OF SERVICE

This is to certify that this was served on all parties who receive notification through the Court's electronic filing system.

/s/ Gary N. Schepps Gary N. Schepps