

9/29/15

Michael Biancone
404 Seneca River Rd
Myrtle Beach, SC 29588
Horry County
843-446-0162

To Whom It May Concern,

I am writing in concern with monies that were stolen or illegally confiscated from me by way of investments. I am writing in consideration that the acts performed to take control of my money as highly illegal. These monies were part of my IRA & Home Equity.

In 2009, I met Kent Davis and Neil McDowell through an acquaintance that introduced me directly to Neil via email. I had a phone meeting with Neil who explained his plans to help keep my retirement and other investments safe. Neil ask what I had available and I discuss options which included my IRA and retirement options. He explained to me, his group, Kingdom First Properties, was purchasing homes from the banks as REOs (real estate owned) at pennies on the dollar. This was being done through the main source of this business, Odell Barnes of South Carolina. He was known as the REO king, as researched through Google that produced this information. During this phone meeting, I was told that I would be able to produce a substantial profit by allowing his company consisting of Neil McDowell and Kent Davis, to purchase these properties in packages which were arranged by Odell Barnes. Once they were notified by Odell that they were available properties, they notified me that I had a day or two to claim these properties by wiring money into a bank trust held by Kent Davis.

July 14, 2009- I signed a Mutual Non Circumvent/Non-Solicitation Agreement with K1 Heritage. Kent Davis, Neil's partner, discussed this option by putting my IRA in a trust that produced 14% interest during the worst economic times. I was informed by Kent Davis that the state regulated trust was under a different name, K1 Heritage, LLC. Kent mentioned that he is only allowed a \$1,000,000 according to state law and created another one under that name and informed me transfer money to that company. I only spoke with and dealt with Kent Davis with my IRA. Prior to all of this, both Kent and Neil suggested that I use my IRA to purchase these properties. I was informed by Kent and Neil that I was to have my IRA transferred and converted as a Roth IRA through The Equity Trust Company. Neil and Kent sent me to Tim Debronski at The Equity Trust Company. Tim Debronski did confirm that he has done prior business with Neil and Kent.

August 1, 2009- I was required to sign a Private Offering Memorandum. I received notification from Neil and Kent under K1 Hertitage correspondence. I was also informed by Kent Davis that this entity, K1 Heritage, was the next trust allowed by the state. After following instruction by Kent Davis to arrange the Roth IRA, the transaction was to be done by Mav Lyttle, acting as funding manager. Kent told me not to worry that he was highly qualified.

August 11, 2009- I sent all the forms to Mr. Debronsky and I had my IRA converted to Roth and transferred to Equity Trust for \$69,469.56.

August 17, 2009- I received notification from the Equity Trust Company that they have received my money. I figure the IRA is highly regulated and that this company would take the correct procedures and make sure that the IRA was being distributed correctly.

August 18, 2009- I was told by the fund manager that the trust was short and I was to forward the amount of \$530.44 by mail to the designated address. The check made out to K1 Heritage, LLC was cashed on 09/08/09.

November 2009- I had flown down to Kingdom First Properties to meet with Kent and Neil at their office in Brandon, Florida. I met with Kent at the office and discuss my fund. Kent informed me that the last fund they created was bringing in 28% for the year and it was a huge success when the economy and all other investments were not performing. He mentioned how excited he was to brag to the recipients of the fund. I never did receive any disclosures or prospectus. Kent continued to show me around the office and he brought up on the office computer list of properties that Kingdom First was purchasing and how much they were worth as to show me what the potentials. The next day, Kent invited me to his house and continued to show me on his computer the list of properties with high returns. He proceeded to tell me how he turned home equity into profits. He asked if I could get equity and I said I had about \$60,000 in house equity.

November 2009- I received a letter from the IRS that I owed taxes on the IRA that was converted to a Roth IRA as advised to me to perform per Neil McDowell and Kent Davis. My tax bill was in excess of \$2700, in which I had to pay the IRS \$50/month for almost three years because of my financial situation.

November 2010- I met with Neil and Kent who proceeded to inform me that they realized that Mav Lyttle has taken my money and moved to Colorado. They said that they were going to get my money back. I questioned who Mav was and who he answered to? I told Kent that I gave that money to Kent to utilize through the trust and that the company he presented was using this money for retirement. Kent simply said that he thought he trust him. I questioned to Kent, "how could this happen?", "why is my money not with you or safe as it represented?" I receive no viable answers and was with a big question mark. Both Neil McDowell and Kent Davis both admitted to me for the first time that Mav Lyttle used my money to buy a house in Colorado. I was not aware of this, I am sure how factual but I was feeling very deceived. After setting this up, I question this arrangement because I have never received any information of this sort prior, nor was it disclosed to me in any form that my monies was being managed by any other persons.

August 2011- I did track down Mav Lyttle through facebook and confronted him about the money. I demanded him to pay back these funds (\$70,000). He admitted that the setup was wrong and that he will try to pay it back. Mav Lyttle did pay me checks in \$20 and \$40 increments for approximately six months. I demanded that him and the company pay me and that if not I would go to the proper authorities. Mav Lyttle did say that he would be happy to present to authorities the deceitful and unlawful actions of Neil McDowell and Kent Davis were and that they were the ones who directed him. My emails with Mav continued until February 2012.

January 2012- I sent a long letter to both Neil McDowell and Kent Davis on my disgust and my insinuation of both of them being highly negligent with my money and the demand to correct it.

March 2012- I received a conference call from Kent Davis and Neil McDowell, where Kent spouted out how offended he was by my demands and Kent said that he refused to talk to me because he felt insulted with my demands. I was highly upset that they took \$70,000 (my IRA and retirement) along with \$57,000 from the equity for properties, where promises were made of high returns that were allegedly happening. I never asked for anything more than the return of my money. I not only lost this

money, I lost any possible gains from where the original IRA was gaining in the stock market, I was liable for taxes on monies that did not exist anymore. To date, I have not been able to have my home refinanced because it is now underwater. I went from owing \$163,000 to owing \$243,000.

In summary of all of this, Kent Davis and Neil McDowell was buying and selling properties through Odell Barnes of South Carolina throughout this whole time and allegedly purchased properties for me after taking \$57,000 through a bank wire transfer, in which, I never received a deed or saw any parts of my money. They both refused to give me this money back.

November 2012- I then contacted Jay Wilson of the Bureau Financial Investigation, where I explained my dilemma and passed to him all documents show bank wires, emails, documents, copies of checks. After Jay reviewed these items, he mentions that I had a good case. Shortly after, he then mentioned that he was not working in the department anymore and was leaving. Jay then informed me that this case was being transferred to Rob Seimetz where I sent him additional documents on 1/22/13. After going back and forth for months, Rob informed me that he was having trouble with pinning any legal action against Kent Davis and Rob said that he did try to contact the state of Colorado. I have yet to hear from anyone in Colorado. I also asked Rob for any numbers to any officials in Colorado and have yet to hear from him. It is, as if he couldn't be bother. I am very disappointed of the lack of consumer protection.

I am asking for help from anyone. I am puzzled, with strict laws on securities that these men can get away with such deceit. I have been robbed of my retirement. I have been lied to and cheated out of my equity in my home. I have paid the IRS back taxes on monies I have never touched. My house is leverage above the value and I cannot refinance it. I have endured hardship since 2009 without the availability of these funds. I am currently looking at disability due to a major heart attack in April 2015, where I had no insurance. I am asking anyone federally or statewide to assist me on this matter. With this criminal act and the government always pushing for consumer protection, is there someone to simply rectify a matter that should have been handled by the Bureau of Financial Investigation?

I am sending this letter to all government officials that I deem necessary. I am requesting a full investigation and any justice needed against these criminals. I am asking for full restitution of all monies stolen and a taxation fee of \$2700. Thank you in advance for any assistance.

Sincerely,



Michael Biancone

Attorney General of South Carolina, 1000 Assembly St, Columbia, SC 29201
Consumer Affairs of South Carolina, PO Box 5757, Columbia, SC 29250-5246
Nikki Haley, Office of the Governor, 1205 Pendleton Street, Columbia, South Carolina 29201
Federal Trade Commission Headquarters: 600 Pennsylvania Avenue, NW Washington, DC 20580
Consumer Financial Protection Bureau, P.O. Box 4503, Iowa City, Iowa 52244
Office of the Attorney General & Consumer Affairs, Ralph L. Carr Colorado Judicial Center, 1300
Broadway, 10th Floor, Denver, CO 80203
SEC - Denver Regional Office, Julie K. Lutz, Regional Director, 1961 Stout Street, Suite 1700,
Denver, CO 80294-1961
SEC- Atlanta Regional Office, Rhea Kemble Dignam, Regional Director, 950 East Paces Ferry, N.E.,
Suite 900, Atlanta, GA 30326-1382