

UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In re:

BKY 04-50707

Devin K. and Beth A. Hoag,

NOTICE OF SETTLEMENT

Debtor(s).

TO: United States Trustee, all creditors and other parties in interest.

On October 29, 2004 (30 days from date of Notice), or as soon thereafter as the transaction may be completed, the undersigned trustee of the estate of the debtor(s) named above will settle a controversy as follows:

Debtors listed property that they owned legally described as the Southeast Quarter of Southwest Quarter, Section 8, Township 50, Range 18, St. Louis County, Minnesota. Debtors valued this property at \$17,500. Trustee filed an Objection to Exemption contending that the property was actually worth \$20,600 and exceeded what they could claim as exempt by several thousand dollars. Trustee and Debtors have agreed to enter into an arrangement whereby Debtors will pay the estate \$700 plus 46% of their 2004 tax refunds in settlement of this matter. Trustee believes that this settlement is appropriate.

OBJECTION; MOTION; HEARING. Under applicable rules, any objection must be in writing, be delivered to the trustee and the United States Trustee, and be filed with the clerk, not later than 12:00 o'clock noon on the day before the above date. If an objection is made or an order is required, the undersigned trustee moves the court for such orders as may be necessary and appropriate. If an objection is timely delivered and filed, the court will hold an expedited hearing on the objection with reduced notice of the hearing. The hearing will be scheduled by the trustee with notice by the trustee to the objecting party and the United States Trustee.

Clerk of Bankruptcy Court
US Courthouse RM 416
515 West 1st Street
Duluth, MN 55802

United States Trustee
1015 US Courthouse
300 Fourth Ave. So.
Minneapolis, MN 55415

Trustee
(see below)

Dated:

_____/s/ John A. Hedback_____
John A. Hedback, Trustee
2855 Anthony Lane South, Suite 201

St. Anthony, MN 55418
(612) 436-3280