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Attorneys for Defendant
INVESTORSHUB.COM, INC.

UNITED STATES DISTRICT COURT

CENTRAL DISTRICT OF CALIFORNIA

KENNETH EADE, Plaintiff, v. INVESTORSHUB.COM, INC., a Florida corp., DOE 1, aka NO DUMMY, DOE 2, aka JANICE SHELL, DOE 3, aka FASTER183, DOE 4, aka STOCK MAVIN, DOE 5, aka RENEE, DOE 6, aka VIRTUAL DREW, DOE 7, aka BOB 41, DOE 8 aka OVERACHIEVER, DOE 9, aka DOBERMAN, and DOE 10, Defendants.	Case No. CV11-01315 JAK (CWx) **DEFENDANT INVESTORSHUB.COM, INC.'S STATUS REPORT**

I. KENNETH EADE IS MISLEADING THE COURT AND DEFENDANTS IN THIS MATTER

Kenneth Eade is misleading the Court. It becomes more clear with each declaration and/or assertion by Kenneth Eade that he has been less than forthcoming with his disclosures to the Court and Defendant/Judgment Creditor.

There is no reason to believe a single statement offered by Kenneth Eade. In the most recent declaration filed by Kenneth Eade with the Court, he identifies that his "current wife, Valentina Eade, holds 6,486,900 shares of Independent Film Development Corporation." (Doc. 84, Declaration of Kenneth Eade, pg. 2:23-24). Yet in the SEC filing in which he identifies the transferring of the stock, he indicates that the stock were transferred on June 4, 2012 as part of a separation agreement. (A true and correct copy of the SEC filing is attached hereto as Exhibit 1). In his examination, Kenneth Eade identifies that the transfer was 10,000,000 shares and it was done ***<u>months</u>*** before June 21, 2012. (A true and correct copy of excerpts from the Examination are attached hereto as Exhibit 2). There is no way to adequately determine what the truth is as far as Kenneth Eade's representations. Either way, there are material facts which should have been disclosed by Eade in his declaration to the Court regarding this asset.

There are other unresolved issues in this matter in regards to the financial affairs of Kenneth Eade, including, but not limited to, his ability to pay for an extended trip to Mexico while claiming a lack of financial resources, his failure to still adequately explain the continuing possession of the Maserati, discrepancies between the stated timing under oath of the transfer of in excess of 10.5 million shares to his wife and SEC filings which indicate a more recent date for transfer, raising the spector of whether the shares were transferred to avoid paying the judgment in this case. Further, with the most recent SEC litigation being filed against Kenneth Eade, it is difficult to ascertain what businesses he is actively involved with. Also, while Eade discloses the price drop for IFLM, what he does not disclose is the reason for the drop, which is the selling of millions of shares of IFLM in the month of August. (A true and correct copy of IFLM stock trades for August 2012 is attached hereto as Exhibit 3.) It is unknown as to whether Eade and/or his wife/ex-wife had any involvement in the stock sales. Finally, there is no indication in his declaration as to what is happening with the property in France. This lack of candor is unacceptable and should not be tolerated by the Court.

Kenneth Eade has time and again failed to provide pertinent information regarding his financial affairs. iHub has committed a lot of time, energy and money to collecting the monies owed to it by Kenneth Eade, monies which Eade is doing his best to hide.[1] iHub's legal bills on the collection issue, the extent to which Eade has contributed greatly through his lack of candor with this Court, approach levels at which it makes no financial sense to continue to pursue collection of the judgment. Given that Eade's relentless obstreperousness, this Court should amend its judgment to include the fees iHub has incurred in attempting to collect Eade's debt. iHub looks forward to the Court questioning Kenneth Eade on his financial affairs at the hearing scheduled for this coming Monday, October 1, 2012.

Dated: September 27, 2012

BOSTWICK & JASSY LLP

By /s/ Kevin L. Vick
KEVIN L. VICK

THOMAS & LOCICERO PL
By /s/ Deanna Shullman
DEANNA K. SHULLMAN
Admitted pro hac vice

[1] iHub sought around $75,000 in fees (Dkt. 77) and costs and was awarded $49,000 (Dkt. 59). Accordingly, iHub has spent far more defending this action than it can ever collect and is now being forced by Eade to spend additional money to collect even that to which this Court ordered it entitled.

FOWLER & GOOD LLP

By /s/ Christopher Good
CHRISTOPHER B. GOOD

Attorneys for Defendant
InvestorsHub.com, Inc.

DECLARATION OF CHRISTOPHER B. GOOD

I, Christopher Good, declare as follows:

1. I am an attorney admitted to practice before all state and the Central District Federal Court in the State of California. I am a partner of Fowler & Good LLP, and I am one of the lawyers responsible for representing Defendant InvestorsHub.com, Inc. ("iHub") in this action. The matters stated herein are true of my own personal knowledge.

2. A true and correct copy of the SEC Form 4 filed by Kenneth Eade on June, 5, 2012 is attached hereto as Exhibit 1 and incorporated herein by this reference.

3. A true and correct copy of excerpts from the June 21, 2012 judgment debtor examination of Kenneth Eade are attached hereto as Exhibit 2 and incorporated herein by this reference.

4. A true and correct copy of the Yahoo Financial Page Historical Prices for Independent Film Development Corporation (IFLM) for the month of August 2012 is attached hereto as Exhibit 3 and incorporated herein by this reference.

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct. Executed on September 27, 2012 in Los Angeles, California.

/s/ Christopher Good