

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF INDIANA  
NEW ALBANY DIVISION

IN RE: )  
 )  
EASTERN LIVESTOCK CO., LLC, ) Case No. 10-93904-BHL-11  
 )  
Debtor. )

**OBJECTION TO EASTERN TRUSTEE'S MOTION TO TRANSFER  
FUNDS AND NOTICE OF RELEASE OF PROCEEDS FROM ACCOUNT**

Kathryn L. Pry, Chapter 7 Trustee of the Bankruptcy Estate of Thomas P. Gibson and Patsy M. Gibson, Case No. 10-93867-BHL-7A (the "Gibson Trustee"), by counsel, for her *Objection to Eastern Trustee's Motion to Transfer Funds and Notice of Release of Proceeds from Account* (this "Objection"), states as follows:

1. The Gibson Trustee was appointed on December 1, 2010 (the "Gibson Petition Date") and continues to investigate and identify assets of Thomas P. Gibson and Patsy M. Gibson (the "Gibsons").
2. On May 23, 2011, James M. Knauer, Chapter 11 Trustee (the "Eastern Trustee") in the above-captioned Bankruptcy Case, filed his *Purchase Money Claims Report, Motion to Transfer Funds and Notice of Release of Proceeds from Account* (the "Funds Transfer Motion") [Docket No. 501], requesting that the Court disallow Disputed Purchase Money Claims as secured claims against the Cattle Sales Proceeds and authorize the Eastern Trustee to transfer approximately \$7,000,000.00 in Cattle Sale Proceeds to the Eastern Trustee's general operating account for use as cash collateral of Fifth Third Bank.
3. The Gibson Trustee is currently investigating her rights to claim ownership in the Cattle Sales Proceeds and has obtained from this Court an extension of time to file her Purchase

Money Claims beyond the original bar date set by the Eastern Trustee. The current deadline for the Gibson Trustee to file her Purchase Money Claims is August 1, 2011.

4. The Gibson Trustee is diligently pursuing discovery in this proceeding, and in the Gibson proceeding, to determine the nature and extent of her Purchase Money Claims.

5. On June 7, 2011, the Gibson Trustee's counsel received a summary of the personal financial records for the calendar year of 2010 for the Gibsons (the "Financial Summary"), prepared by Development Specialists, Inc. ("DSI"). On June 15, 2011, counsel for the Gibson Trustee met with Elizabeth M. Lynch of DSI, in order to obtain further explanation of the Financial Summary and to further review personal financial records of the Gibsons.

6. The Gibson Trustee requested the extension of the deadline to file Purchase Money Claims in order to allow her sufficient time to continue her investigation as to whether any of the Cattle Sales Proceeds were from cattle owned by the Gibsons. The deadline for the Gibson Trustee to file Purchase Money Claims has not passed and therefore the Funds Transfer Motion is premature.

7. Accordingly, the Gibson Trustee respectfully requests that the Funds Transfer Motion be denied and that no funds be transferred out of the Eastern Trustee's Holding Account into the Operating Account without specific authorization from the Court and only after a complete determination of the rights and obligations of all creditors and other interested parties in this Bankruptcy Case.

WHEREFORE, the Gibson Trustee respectfully requests that the Court enter an Order denying the Funds Transfer Motion, and for all other just and proper relief.

Respectfully submitted,

DALE & EKE, P.C.

By: /s/ Meredith R. Thomas  
Meredith R. Thomas (Atty. No. 28804-49)  
Deborah J. Caruso (Atty. No. 4273-49)  
DALE & EKE, P.C.  
9100 Keystone Crossing, Suite 400  
Indianapolis, Indiana 46240  
Tel: (317) 844-7400  
Fax: (317) 574-9426  
Email: mthomas@daleeke.com  
Attorneys for Kathryn L. Pry, Trustee

### **CERTIFICATE OF SERVICE**

I hereby certify that on June 17, 2011, a copy of the foregoing *Objection to Eastern Trustee's Motion to Transfer Funds and Notice of Release of Proceeds from Account* was filed electronically. Notice of this filing will be sent to the following parties through the Court's Electronic Case Filing System. Parties may access this filing through the Court's system.

- David L. Abt davidabt@mwt.net
- John W Ames jwa@gdm.com, shm@gdm.com; tlm@gdm.com; rthrowbridge@kslaw.com
- Christopher E. Baker cbaker@hkclawfirm.com, thignight@hkclawfirm.com
- T. Kent Barber kbarber@dlgfir.com, dlgecf@dlgfir.com; dlgecf@gmail.com
- C. R. Bowles crb@gdm.com, shm@gdm.com
- Lisa Koch Bryant courtmail@fbhlaw.net
- James M. Carr james.carr@bakerd.com, patricia.moffit@bakerd.com
- John R. Carr jrciii@acs-law.com, sfinnerty@acs-law.com
- Bret S. Clement bclement@acs-law.com, sfinnerty@acs-law.com
- Jesse Cook-Dubin jcookdubin@vorys.com, vdarmstrong@vorys.com; bjtohin@vorys.com
- Kirk Crutcher kcrutcher@mcs-law.com, jparsons@mcs-law.com; cmarshall@mcs-law.com
- Jack S Dawson jdawson@millerdollarhide.com, jowens@millerdollarhide.com
- Dustin R. DeNeal dustin.deneal@bakerd.com, patricia.moffit@bakerd.com
- Laura Day DelCotto ldeltotto@dlgfir.com, dlgecf@dlgfir.com; dlgecf@gmail.com
- David Alan Domina dad@dominalaw.com, KKW@dominalaw.com; efiling@dominalaw.com
- Daniel J. Donnellon ddonnellon@ficlaw.com, knorwick@ficlaw.com
- Shawna M Eikenberry shawna.eikenberry@bakerd.com, sarah.herendeen@bakerd.com
- Sarah Stites Fanzini sfanzini@hopperblackwell.com, mroth@hopperblackwell.com
- Robert H. Foree robertforee@bellsouth.net
- Sandra D. Freeburger sfreeburger@dsf-atty.com, smattingly@dsf-atty.com
- Terry E. Hall terry.hall@bakerd.com, sharon.korn@bakerd.com; sarah.herendeen@bakerd.com
- John David Hoover jdhoover@hooverhull.com
- John Huffaker john.huffaker@sprouselaw.com, lynn.acton@sprouselaw.com; rhonda.rogers@sprouselaw.com
- Jay Jaffe jay.jaffe@bakerd.com, tracy.whitman@bakerd.com; sarah.herendeen@bakerd.com

- James Bryan Johnston  
bjtexas59@hotmail.com, bryan@ebs-law.net
- Todd J. Johnston tjohnston@mcjllp.com
- Edward M King tking@ftlaw.com, dgioffre@ftlaw.com
- James A. Knauer jak@kgrlaw.com, hns@kgrlaw.com
- Theodore A Konstantinopoulos  
ndohbky@jbandr.com
- Randall D. LaTour rldatour@vorys.com, khedwards@vorys.com
- David A. Laird  
david.laird@moyewhite.com, lisa.oliver@moyewhite.com
- David L. LeBas dlebas@nmanhowell.com, koswald@nmanhowell.com
- Elliott D. Levin robin@rubin-levin.net, edl@trustesolutions.com
- Elliott D. Levin edl@rubin-levin.net, atty\_edl@trustesolutions.com
- Kim Martin Lewis kim.lewis@dinslaw.com, lisa.geeding@dinslaw.com;patrick.burns@dinslaw.com
- Karen L. Lobring lobring@msn.com
- John Hunt Lovell john@lovell-law.net, sabrina@lovell-law.net;shannon@lovell-law.net;paula@lovell-law.net
- Harmony A Mappes  
harmony.mappes@bakerd.com, betsy.smith@bakerd.com;sarah.herendeen@bakerd.com
- John Frederick Massouh  
john.massouh@sprouselaw.com
- Michael W. McClain  
mike@kentuckytrial.com, laura@kentuckytrial.com
- Kelly Greene McConnell  
lisahughes@givenspursley.com
- James Edwin McGhee  
mcghee@derbycitylaw.com, belliott@derbycitylaw.com
- William Robert Meyer rmeyer@stites.com
- Allen Morris amorris@stites.com, dgoodman@stites.com
- Judy Hamilton Morse  
judy.morse@crowedunlevy.com, ecf@crowedunlevy.com;donna.hinkle@crowedunlevy.com;karol.brown@crowedunlevy.com
- Walter Scott Newbern  
wsnewbern@msn.com
- Shiv Ghuman O'Neill  
shiv.oneill@bakerd.com
- Matthew J. Ochs  
matt.ochs@moyewhite.com, kim.maynes@moyewhite.com
- Ross A. Plourde  
ross.plourde@mcafeetaft.com, erin.clogston@mcafeetaft.com
- Wendy W Ponader  
wendy.ponader@bakerd.com, sarah.herendeen@bakerd.com
- Timothy T. Pridmore  
tpridmore@mcjllp.com, lskibell@mcjllp.com
- Jeffrey E. Ramsey  
jramsey@hopperblackwell.com, mhaught@hopperblackwell.com
- Susan K. Roberts skr@stuartlaw.com, lbt@stuartlaw.com
- Mark A. Robinson mrobinson@vhrlaw.com, dalbers@vhrlaw.com
- Jeremy S Rogers  
Jeremy.Rogers@dinslaw.com, joyce.jenkins@dinslaw.com
- John M. Rogers johnr@rubin-levin.net, susan@rubin-levin.net
- Joseph H Rogers  
jrogers@millerdollarhide.com, cdow@millerdollarhide.com
- Thomas C Scherer  
tscherer@binghammchale.com, mmclain@binghammchale.com
- Ivana B. Shallcross ibs@gdm.com
- William E. Smith wsmith@k-glaw.com, rheid@k-glaw.com
- Robert K. Stanley  
robert.stanley@bakerd.com
- Andrew D. Stosberg  
astosberg@lloydmc.com, bmarks@lloydmc.com
- John M. Thompson  
john.thompson@crowedunlevy.com, jody.moore@crowedunlevy.com,donna.hinkle@crowedunlevy.com
- Kevin M. Toner kevin.toner@bakerd.com, crystal.hansen@bakerd.com;judy.ferber@bakerd.com
- U.S. Trustee ustpregion10.in.ecf@usdoj.gov
- Andrea L. Wasson  
andreawassonatty@gmail.com
- Stephen A. Weigand sweigand@ficlaw.com
- Charles R. Wharton  
Charles.R.Wharton@usdoj.gov, Charles.R.Wharton@usdoj.gov
- Sean T. White swwhite@hooverhull.com, vwilliams@hooverhull.com
- Jessica E. Yates jyates@swlaw.com, edufficy@swlaw.com

- James T Young james@rubin-levin.net,  
ATTY\_JTY@trustesolutions.com;lemerson

@rubin-levin.net;mthornburg@rubin-levin.net

I further certify that on June 17, 2011, a copy of the foregoing *Objection to Eastern Trustee's Motion to Transfer Funds and Notice of Release of Proceeds from Account* was mailed by first-class U.S. Mail, postage prepaid, and properly addressed to the following:

Greg L Bauer  
PO Box 1349  
Great Bend, KS 67530

Bovine Medical Associates, LLC  
1500 Soper Road  
Carlisle, KY 40311

Adam R Burrus  
Fleeson Gooing Coulson & Kitch LLC  
301 N Main, Suite 1900  
Wichita, KS 67202

Ron C Campbell  
Fleeson, Gooing, Coulson & Kitch  
125 N Market St, Ste 1600  
PO Box 997  
Wichita, KS 67201

Greenebaum Doll & McDonald PLLC  
3500 National City Tower  
101 South Fifth Street  
Louisville, KY 40202-3103

David M Jones  
Sprouse, Shrader & Smith PC  
PO Box 15008  
Amarillo, TX 79105-5008

Mark A Rondeau  
P O Drawer 1110  
Great Bend, KS 67530

James Kilroy  
Snell & Wilmer LLP  
1200 17th Ste 1900  
Denver, CO 80202

Justice B King  
Fisher, Patterson, Sayler & Smith  
3550 S.W. Fifth St  
PO Box 949  
Topeka, KS 66601-0949

Thomas J Lasater  
301 N Main, Ste 1900  
PO Box 997  
Wichita, KS 67201

Terry L Malone  
Martin, Pringle, Oliver,  
Wallace & Swartz LLP  
100 North Broadway, Ste 500  
Wichita, KS 67202

National Cattlemen's Beef Association  
c/o Alice Devine  
6031 SW 37th St.  
Topeka, KA 66610

Ashley S Rusher  
Blanco Tackabery & Matamoros PA  
PO Drawer 25008  
Winston-Salem, NC 27114-5008

Kevin M Toner  
Baker & Daniels LLP  
300 N Meridian Street Suite 2700  
Indianapolis, IN 46204-1782

/s/ Meredith R. Thomas  
Meredith R. Thomas (Atty. No. 28804-49)  
DALE & EKE, P.C.  
9100 Keystone Crossing, Suite 400  
Indianapolis, Indiana 46240  
Tel: (317) 844-7400  
Fax: (317) 574-9426  
Email: mthomas@daleeke.com  
Attorneys for Kathryn L. Pry, Trustee