

**IN THE CIRCUIT COURT OF THE SEVENTEENTH JUDICIAL DISTRICT  
IN AND FOR BROWARD COUNTY, FLORIDA**

DANIEL S. NEWMAN, as RECEIVER for  
FOUNDING PARTNERS STABLE VALUE  
FUND, LP; FOUNDING PARTNERS  
STABLE VALUE FUND II, LP; FOUNDING  
PARTNERS GLOBAL FUND, LTD.; and  
FOUNDING PARTNERS HYBRID-VALUE  
FUND, LP,

Plaintiffs,

v.

ERNST & YOUNG LLP, a Delaware Limited  
Liability Partnership; and MAYER BROWN  
LLP, an Illinois Limited Liability Partnership,

Defendants.

Case No. 10-49061 (7)

**FOURTH JOINT ARBITRATION STATUS REPORT**

Pursuant to Paragraph 13 of the Court's Order dated February 23, 2018, Plaintiff Daniel S. Newman (the "Receiver") and Defendant Ernst & Young LLP ("EY") hereby provide the following joint status report concerning the Receiver's claims against EY that were compelled to arbitration by and through the Court's Order dated May 20, 2016, as affirmed in part by the Fourth District Court of Appeal of the State of Florida in its October 11, 2017 opinion.<sup>1</sup>

As set forth in parties' prior joint status reports, on August 22, 2018, the Receiver filed a form "Commercial Arbitration Rules Demand for Arbitration" against EY, together with a separate Complaint for Damages and Demand for Arbitration, with the Miami Regional Office of

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<sup>1</sup> The claims against EY ordered to arbitration are Count I (professional malpractice), Count II (negligent misrepresentation on behalf of the Funds), Count III (fraud on behalf of the Funds), Count IV (breach of fiduciary duty), Count V (aiding and abetting fraud), and Count VI (aiding and abetting breach of fiduciary duty).

the American Arbitration Association (“AAA”), and AAA has convened an arbitration panel. On November 6, 2019, the AAA Panel held a hearing on EY’s motion to dismiss the Demand, which remains pending. A date for the arbitration merits hearing has not been set.

Per the Court’s February 23, 2018 Order, the Receiver and EY will submit another joint status report on August 27, 2020.

Respectfully submitted,

/s/ Edward A. Marod  
Edward A. Marod, Esq.  
Florida Bar No. 238961  
**GUNSTER, YOAKLEY & STEWART, P.A.**  
777 South Flagler Drive  
Suite 500 East  
West Palm Beach, FL 33401  
Telephone: (561) 655-1980  
Facsimile: (561) 655-5677  
emarod@gunster.com

Katherine M. Turner, Esq.  
Steven M. Farina, Esq.  
Adrienne E. Van Winkle, Esq.  
*(Admitted Pro Hac Vice)*  
**WILLIAMS & CONNOLLY LLP**  
725 12<sup>th</sup> Street NW  
Washington, DC 20005  
Telephone: (202) 434-5000  
Facsimile: (202) 434-5029  
kturner@wc.com  
sfarina@wc.com  
avanwinkle@wc.com

***Counsel for Ernst & Young LLP***

Dated: February 27, 2020

/s/ Scot C. Stirling  
Leo R. Beus, Esq.  
Scot C. Stirling, Esq.  
*(Admitted Pro Hac Vice)*  
**BEUS GILBERT McGRODER PLLC**  
701 North 44th Street  
Phoenix, AZ 85008  
Telephone: (480) 429-3000  
Facsimile: (480) 429-3100  
lbeus@beusgilbert.com  
sstirling@beusgilbert.com

***Counsel for Plaintiff***

## CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct digital copy of this paper has been served through Florida's E-Filing Portal to counsel of record listed below this 27th day of February, 2020.

/s/ Edward A. Marod  
Edward A. Marod

### SERVICE LIST

Leo R. Beus, Esq.  
[lbeus@beusgilbert.com](mailto:lbeus@beusgilbert.com)  
Scot C. Stirling, Esq.  
[ssirling@beusgilbert.com](mailto:ssirling@beusgilbert.com)  
Beus Gilbert PLLC  
701 North 44th Street  
Phoenix, AZ 85008  
***Counsel for Plaintiff***

Jonathan Etra, Esq.  
[jonathan.etra@nelsonmullins.com](mailto:jonathan.etra@nelsonmullins.com)  
Christopher Cavallo, Esq.  
[christopher.cavallo@nelsonmullins.com](mailto:christopher.cavallo@nelsonmullins.com)  
Nelson Mullins Riley & Scarborough LLP  
One Biscayne Tower, 21<sup>st</sup> Floor  
2 South Biscayne Boulevard  
Miami, FL 33131  
***Counsel for Plaintiff***

Stuart Z. Grossman, Esq.  
[szg@grossmanroth.com](mailto:szg@grossmanroth.com)  
Rachel Wagner Furst, Esq.  
[rwf@grossmanroth.com](mailto:rwf@grossmanroth.com)  
Grossman Roth Yaffa Cohen, P.A.  
2525 Ponce de Leon Blvd., Suite 1150  
Coral Gables, FL 33134  
***Counsel for Plaintiff***

David J. Bradford, Esq.  
[dbradford@jenner.com](mailto:dbradford@jenner.com)  
Reid J. Schar, Esq.  
[rschar@jenner.com](mailto:rschar@jenner.com)  
April A. Otterberg, Esq.  
[aotterberg@jenner.com](mailto:aotterberg@jenner.com)  
Jason M. Bradford, Esq.  
[jbradford@jenner.com](mailto:jbradford@jenner.com)  
Jenner & Block LLP  
353 North Clark Street  
Chicago, IL 60654  
***Counsel for Mayer Brown LLP***

Eugene K. Pettis, Esq.  
[epettis@hpslegal.com](mailto:epettis@hpslegal.com)  
Debra K. Klauber, Esq.  
[dklauber@hpslegal.com](mailto:dklauber@hpslegal.com)  
Haliczer, Pettis & Schwamm, P.A.  
100 SE Third Ave, 7<sup>th</sup> Floor  
Fort Lauderdale, FL 33394  
***Counsel for Mayer Brown LLP***