IN THE SUPREME COURT OF THE STATE OF NEVADA

FEDERAL NATIONAL MORTGAGE ASSOCIATION,

Appellant,

VS.

WESTLAND LIBERTY VILLAGE, LLC, a Nevada limited liability company; and WESTLAND VILLAGE SQUARE, LLC, a Nevada limited liability company,

Respondents.

Electronically Filed Jun 22 2021 03:16 p.m. Elizabeth A. Brown Clerk of Supreme Court

Supreme Court Case No. 82174

District Court Case No. A-20-819412-B

APPEAL From the Eighth Judicial District Court The Honorable Kerry Earley/ The Honorable Mark Denton¹

APPELLANT'S APPENDIX VOLUME X

Kelly H. Dove (Nevada Bar No. 10569)
Nathan G. Kanute, Esq. (Nevada Bar No. 12413)
Bob L. Olson, Esq. (Nevada Bar No. 3783)
SNELL & WILMER L.L.P.
3883 Howard Hughes Parkway, Suite 1100
Las Vegas, NV 89169

Telephone: (702) 784-5200 Facsimile: (702) 784-5252

Attorneys for Appellant Federal National Mortgage Association

¹ This challenged order in this matter was issued by Judge Kerry Earley after the case had been transferred to Judge Mark Denton.

Document Name	Date Filed	Vol.	<u>Page</u>
Affidavit of Service [on Grandbridge Real Estate Capital, LLC]	9/16/2020	9	APP1449- APP1454
Answer to Plaintiff's Complaint, Counterclaim and Third Party Complaint	08/31/2020	8, 9	APP1326- APP1403
Answer to Third Party Complaint	10/19/2020	10	APP1508- APP1555
Appendix of Exhibits to Verified Complaint	08/12/2020	1-8	APP014- APP1290
Defendants'/Counterclaimants'/ Third Party Plaintiffs' Exhibits A through T filed in Support of Answer to Plaintiff's Complaint, Counterclaim and Third Party Complaint; and in Support of Opposition to Plaintiff's Application for Appointment of Receiver on Order Shortening Time; and in Support of Countermotion for Temporary Restraining Order and/or Preliminary Injunction	09/01/2020	9	APP1404- APP1418
Federal Housing Finance Agency's Answer to Defendants' Counterclaim	6/14/2021	11	APP1651- APP1694
Federal National Mortgage Association's Answer to Counterclaim	02/18/2021	11	APP1596- APP1650
Federal National Mortgage Association's Notice of Appeal	11/30/2020	10	APP1585- APP1587
Federal National Mortgage Association's Reply in Support	09/14/2020	9	APP1419- APP1448

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of Application for Appointment of Receiver on Order Shortening Time and Opposition to Counter-Motion for Temporary Restraining Order and/or Preliminary Injunction			
Notice of Entry of Order	11/24/2020	10	APP1569- APP1584
Opposition to Plaintiff's Application for Appointment of Receiver on Order Shortening Time; Counter-Motion for Temporary Restraining Order and/or Preliminary Injunction; Memorandum of Points and Authorities	08/31/2020	8	APP1291- APP1325
Order Granting Defendants' Motion for Preliminary Injunction and Denying Application for Appointment of Receiver	11/20/2020	10	APP1556- APP1568
Third Party Defendant Grandbridge Real Estate Capital, LLC's Notice of Appeal	12/04/2020	10	APP1588- APP1590
Transcript of Proceedings	10/13/2020	9	APP1445- APP1507
Verified Complaint	08/12/2020	1	APP001- APP013

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Order Regarding: (1) Plaintiff's Motion to Stay Pending Appeal on an Order Shortening Time; (2) Third-Party Defendant's Joinder; and (3) Defendants' Counter-Motions to Compel Compliance or for Contempt	12/22/2020	10	APP1591- APP1595

DATED: June 22, 2021.

SNELL & WILMER L.L.P.

/s/ Kelly H. Dove

Kelly H. Dove (Nevada Bar No. 10569) Nathan G. Kanute, Esq. (Nevada Bar No. 12413) Bob L. Olson, Esq. (Nevada Bar No. 3783)

Attorneys for Appellant Federal National Mortgage Association

CERTIFICATE OF SERVICE

I, the undersigned, declare under penalty of perjury, that I am over the age of eighteen (18) years, and I am not a party to, nor interested in, this action. On June 22, 2021, I caused to be served a true and correct copy of the foregoing **APPELLANT'S APPENDIX VOLUME X** upon the following by the method indicated:

- BY E-MAIL: by transmitting via e-mail the document(s) listed above to the e-mail addresses set forth below and/or included on the Court's Service List for the above-referenced case.
- BY ELECTRONIC SUBMISSION: submitted to the above-entitled Court for electronic filing and service upon the Court's Service List for the above-referenced case.
- BY U.S. MAIL: by placing the document(s) listed above in a sealed envelope with postage thereon fully prepaid, in the United States mail at Las Vegas, Nevada addressed as set forth below:

/s/ Maricris Williams

An Employee of SNELL & WILMER L.L.P.

4820-6524-4911.4

APP1508

Electronically Filed

Case Number: A-20-819412-C

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T. STATEMENT OF THE CASE

- 1. Third Party Defendant denies the allegations set forth in paragraph 1 of the Counterclaim.
- 2. Third Party Defendant denies the allegations set forth in paragraph 2 of the Counterclaim.
- 3. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 3 of the Counterclaim, and on that basis denies the same.
- 4. Third Party Defendant denies the allegations set forth in paragraph 4 of the Counterclaim.

Π. **PARTIES**

- 5. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 5 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 6. belief as to the truth or falsity of the allegations contained in paragraph 6 of the Counterclaim, and on that basis denies the same.
- 7. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 7 of the Counterclaim, and on that basis denies the same.
- 8. Third Party Defendant admits the allegation in paragraph 8 of the Counterclaim that it is a "North Carolina Limited Liability Company." Third Party Defendant denies the remaining allegations set forth in this paragraph.
- 9. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 9 of the Counterclaim, and on that basis denies the same.

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Ш. FACTS COMMON TO ALL CAUSES OF ACTION

10. Answering the allegations set forth in paragraph 10 of the Counterclaim, Third Party Defendant incorporates its responses to paragraphs 1 through 9.

Westland's Real Estate Wherewithal

- 11. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 11 of the Counterclaim, and on that basis denies the same.
- 12. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 12 of the Counterclaim, and on that basis denies the same.
- 13. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 13 of the Counterclaim, and on that basis denies the same.
- 14. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 14 of the Counterclaim, and on that basis denies the same.

The Westland Liberty Property & Square Property Ownership

- 15. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 15 of the Counterclaim, and on that basis denies the same.
- 16. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 16 of the Counterclaim, and on that basis denies the same.
- 17. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 17 of the Counterclaim, and on that basis denies the same.

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- 18. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 18 of the Counterclaim, and on that basis denies the same.
- 19. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 19 of the Counterclaim, and on that basis denies the same.
- 20. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 20 of the Counterclaim, and on that basis denies the same.
- 21. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 21 of the Counterclaim, and on that basis denies the same.
- 22. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 22 of the Counterclaim, and on that basis denies the same.
- 23. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 23 of the Counterclaim, and on that basis denies the same.
- 24. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 24 of the Counterclaim, and on that basis denies the same.

The Properties' Condition During the Shamrock Years

- 25. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 25 of the Counterclaim, and on that basis denies the same.
- 26. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 26 of the Counterclaim, and on that basis denies the same.

- 27. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 27 of the Counterclaim, and on that basis denies the same.
- 28. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 28 of the Counterclaim, and on that basis denies the same.
- 29. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 29 of the Counterclaim, and on that basis denies the same.
- 30. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 30 of the Counterclaim, and on that basis denies the same.
- 31. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 31 of the Counterclaim, and on that basis denies the same.
- 32. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 32 of the Counterclaim, and on that basis denies the same.
- 33. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 33 of the Counterclaim, and on that basis denies the same.
- 34. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 34 of the Counterclaim, and on that basis denies the same.
- 35. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 35 of the Counterclaim, and on that basis denies the same.

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- 36. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 36 of the Counterclaim, and on that basis denies the same.
- 37. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 37 of the Counterclaim, and on that basis denies the same.
- 38. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 38 of the Counterclaim, and on that basis denies the same.
- 39. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 39 of the Counterclaim, and on that basis denies the same.
- 40. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 40 of the Counterclaim, and on that basis denies the same.

Shamrock's Exit Strategy & The Loan Agreements

- 41. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 41 of the Counterclaim, and on that basis denies the same.
- 42. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 42 of the Counterclaim, and on that basis denies the same.
- 43. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 43 of the Counterclaim, and on that basis denies the same.
- 44. Third Party Defendant denies the allegations set forth in paragraph 44 of the Counterclaim.

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- 45. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 45 of the Counterclaim, and on that basis denies the same.
- 46. Third Party Defendant denies the allegations set forth in paragraph 46 of the Counterclaim.
- 47. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 47 of the Counterclaim, and on that basis denies the same.
- 48. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 48 of the Counterclaim, and on that basis denies the same.
- 49. Third Party Defendant denies the allegations set forth in paragraph 49 of the Counterclaim.
- 50. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 50 of the Counterclaim, and on that basis denies the same.
- 51. Third Party Defendant denies the allegations set forth in paragraph 51 of the Counterclaim.

Grandbridge's & Fannie Mae's Reserve Requirements for the Shamrock Entities

- 52. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 52 of the Counterclaim, and on that basis denies the same.
- 53. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 53 of the Counterclaim, and on that basis denies the same.
- 54. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 54 of the Counterclaim, and on that basis denies the same.

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- 55. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 55 of the Counterclaim, and on that basis denies the same.
- 56. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 56 of the Counterclaim, and on that basis denies the same.
- 57. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 57 of the Counterclaim, and on that basis denies the same.
- 58. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 58 of the Counterclaim, and on that basis denies the same.
- 59. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 59 of the Counterclaim, and on that basis denies the same.
- 60. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 60 of the Counterclaim, and on that basis denies the same.
- 61. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 61 of the Counterclaim, and on that basis denies the same.
- 62. Third Party Defendant denies the allegations set forth in paragraph 62 of the Counterclaim.
- 63. Third Party Defendant denies the allegations set forth in paragraph 63 of the Counterclaim.

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Westland's Purchase of the Properties & Loan Assumption

- 64. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 64 of the Counterclaim, and on that basis denies the same.
- 65. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 65 of the Counterclaim, and on that basis denies the same.
- 66. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 66 of the Counterclaim, and on that basis denies the same.
- 67. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 67 of the Counterclaim, and on that basis denies the same.
- 68. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 68 of the Counterclaim, and on that basis denies the same.
- 69. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 69 of the Counterclaim, and on that basis denies the same.
- 70. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 70 of the Counterclaim, and on that basis denies the same.
- 71. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 71 of the Counterclaim, and on that basis denies the same.
- 72. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 72 of the Counterclaim, and on that basis denies the same.

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- 73. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 73 of the Counterclaim, and on that basis denies the same.
- 74. Third Party Defendant denies the allegations set forth in paragraph 74 of the Counterclaim.
- 75. Third Party Defendant denies the allegations set forth in paragraph 75 of the Counterclaim.
- 76. Third Party Defendant denies the allegations set forth in paragraph 76 of the Counterclaim.
- 77. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 77 of the Counterclaim, and on that basis denies the same.
- 78. Third Party Defendant denies the allegations set forth in paragraph 78 of the Counterclaim.
- 79. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 79 of the Counterclaim, and on that basis denies the same.
- 80. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 80 of the Counterclaim, and on that basis denies the same.

Westland's Rehabilitation of the Properties and Community Building

- Third Party Defendant is without knowledge or information sufficient to form a 81. belief as to the truth or falsity of the allegations contained in paragraph 81 of the Counterclaim, and on that basis denies the same.
- 82. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 82 of the Counterclaim, and on that basis denies the same.

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- 83. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 83 of the Counterclaim, and on that basis denies the same.
- 84. Third Party Defendant denies the allegations set forth in paragraph 84 of the Counterclaim.
- 85. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 85 of the Counterclaim, and on that basis denies the same.
- 86. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 86 of the Counterclaim, and on that basis denies the same.
- 87. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 87 of the Counterclaim, and on that basis denies the same.
- 88. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 88 of the Counterclaim, and on that basis denies the same.
- 89. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 89 of the Counterclaim, and on that basis denies the same.
- 90. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 90 of the Counterclaim, and on that basis denies the same.
- 91. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 91 of the Counterclaim, and on that basis denies the same.

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- 92. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 92 of the Counterclaim, and on that basis denies the same.
- 93. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 93 of the Counterclaim, and on that basis denies the same.
- 94. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 94 of the Counterclaim, and on that basis denies the same.
- 95. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 95 of the Counterclaim, and on that basis denies the same.
- 96. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 96 of the Counterclaim, and on that basis denies the same.
- 97. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 97 of the Counterclaim, and on that basis denies the same.
- 98. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 98 of the Counterclaim, and on that basis denies the same.
- 99. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 99 of the Counterclaim, and on that basis denies the same.
- 100. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 100 of the Counterclaim, and on that basis denies the same.

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- 101. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 101 of the Counterclaim, and on that basis denies the same.
- 102. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 102 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 103. belief as to the truth or falsity of the allegations contained in paragraph 103 of the Counterclaim, and on that basis denies the same.
- 104. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 104 of the Counterclaim, and on that basis denies the same.
- 105. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 105 of the Counterclaim, and on that basis denies the same.
- 106. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 106 of the Counterclaim, and on that basis denies the same.
- 107. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 107 of the Counterclaim, and on that basis denies the same.
- 108. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 108 of the Counterclaim, and on that basis denies the same.
- 109. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 109 of the Counterclaim, and on that basis denies the same.

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- 110. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 110 of the Counterclaim, and on that basis denies the same.
- 111. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 111 of the Counterclaim, and on that basis denies the same.
- 112. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 112 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 113. belief as to the truth or falsity of the allegations contained in paragraph 113 of the Counterclaim, and on that basis denies the same.
- 114. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 114 of the Counterclaim, and on that basis denies the same.
- 115. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 115 of the Counterclaim, and on that basis denies the same.
- 116. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 116 of the Counterclaim, and on that basis denies the same.
- 117. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 117 of the Counterclaim, and on that basis denies the same.
- 118. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 118 of the Counterclaim, and on that basis denies the same.

- 119. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 119 of the Counterclaim, and on that basis denies the same.
- 120. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 120 of the Counterclaim, and on that basis denies the same.

Grandbridge's Servicing of the Loans since the Acquisition

- 121. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 121 of the Counterclaim, and on that basis denies the same.
- 122. Third Party Defendant denies the allegations set forth in paragraph 122 of the Counterclaim.
- 123. Third Party Defendant denies the allegations set forth in paragraph 123 of the Counterclaim.
- 124. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 124 of the Counterclaim, and on that basis denies the same.
- 125. Third Party Defendant denies the allegations set forth in paragraph 125 of the Counterclaim.
- 126. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 126 of the Counterclaim, and on that basis denies the same.

The Loan Agreements' Requirements for Adjustments to Deposits

127. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 127 of the Counterclaim, and on that basis denies the same.

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- 128. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 128 of the Counterclaim, and on that basis denies the same.
- 129. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 129 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 130. belief as to the truth or falsity of the allegations contained in paragraph 130 of the Counterclaim, and on that basis denies the same.
- 131. Third Party Defendant denies the allegations set forth in paragraph 131 of the Counterclaim.
- 132. Third Party Defendant denies the allegations set forth in paragraph 132 of the Counterclaim.

The Loan Terms for Property Condition Assessments

- 133. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 133 of the Counterclaim, and on that basis denies the same.
- 134. Third Party Defendant denies the allegations set forth in paragraph 134 of the Counterclaim.
- 135. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 135 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant denies the allegations set forth in paragraph 136 of the 136. Counterclaim.
- 137. Third Party Defendant denies the allegations set forth in paragraph 137 of the Counterclaim.
- Third Party Defendant denies the allegations set forth in paragraph 138 of the 138. Counterclaim.

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- 139. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 139 of the Counterclaim, and on that basis denies the same.
- 140. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 140 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant denies the allegations set forth in paragraph 141 of the Counterclaim.
- 142. Third Party Defendant denies the allegations set forth in paragraph 142 of the Counterclaim.
- 143. Third Party Defendant denies the allegations set forth in paragraph 143 of the Counterclaim.
- 144. Third Party Defendant denies the allegations set forth in paragraph 144 of the Counterclaim.
- 145. Third Party Defendant denies the allegations set forth in paragraph 145 of the Counterclaim.
- 146. Third Party Defendant denies the allegations set forth in paragraph 146 of the Counterclaim.
- 147. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 147 of the Counterclaim, and on that basis denies the same.
- 148. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 148 of the Counterclaim, and on that basis denies the same.
- 149. Third Party Defendant denies the allegations set forth in paragraph 149 of the Counterclaim.
- Third Party Defendant denies the allegations set forth in paragraph 150 of the 150. Counterclaim.

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	151.	Third Party Defendant is without knowledge or information sufficient to form a
belief	as to the	e truth or falsity of the allegations contained in paragraph 151 of the Counterclaim,
and or	ı that ba	sis denies the same.

- 152. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 152 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant denies the allegations set forth in paragraph 153 of the Counterclaim.
- 154. Third Party Defendant denies the allegations set forth in paragraph 154 of the Counterclaim.
- 155. Third Party Defendant denies the allegations set forth in paragraph 155 of the Counterclaim.

The Loan Transfer for Additional Lender Reserves and Replacements

- 156. Third Party Defendant denies the allegations set forth in paragraph 156 of the Counterclaim.
- 157. Third Party Defendant denies the allegations set forth in paragraph 157 of the Counterclaim.
- 158. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 158 of the Counterclaim, and on that basis denies the same.
- 159. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 159 of the Counterclaim, and on that basis denies the same.
- 160. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 160 of the Counterclaim, and on that basis denies the same.

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1	61.	Third Party Defendant is without knowledge or information sufficient to form a
belief as	to the	truth or falsity of the allegations contained in paragraph 161 of the Counterclaim
and on th	hat ba	sis denies the same

- 162. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 162 of the Counterclaim, and on that basis denies the same.
- 163. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 163 of the Counterclaim, and on that basis denies the same.
- 164. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 164 of the Counterclaim, and on that basis denies the same.
- 165. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 165 of the Counterclaim, and on that basis denies the same.
- 166. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 166 of the Counterclaim, and on that basis denies the same.
- 167. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 167 of the Counterclaim, and on that basis denies the same.
- 168. Third Party Defendant denies the allegations set forth in paragraph 168 of the Counterclaim.
- 169. Third Party Defendant denies the allegations set forth in paragraph 169 of the Counterclaim.
- 170. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 170 of the Counterclaim, and on that basis denies the same.

	171.	Third Party Defendant is without knowledge or information sufficient to form a
belief	as to the	truth or falsity of the allegations contained in paragraph 171 of the Counterclaim,
and or	ı that ba	sis denies the same.

- 172. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 172 of the Counterclaim, and on that basis denies the same.
- 173. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 173 of the Counterclaim, and on that basis denies the same.
- 174. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 174 of the Counterclaim, and on that basis denies the same.
- 175. Third Party Defendant denies the allegations set forth in paragraph 175 of the Counterclaim.
- 176. Third Party Defendant denies the allegations set forth in paragraph 176 of the Counterclaim.

The Abandoned Default

- 177. Third Party Defendant denies the allegations set forth in paragraph 177 of the Counterclaim.
- 178. Third Party Defendant denies the allegations set forth in paragraph 178 of the Counterclaim.
- 179. Third Party Defendant denies the allegations set forth in paragraph 179 of the Counterclaim.
- 180. Third Party Defendant denies the allegations set forth in paragraph 180 of the Counterclaim.

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The Purported Default

- 181. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 181 of the Counterclaim, and on that basis denies the same.
- 182. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 182 of the Counterclaim, and on that basis denies the same.
- 183. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 183 of the Counterclaim, and on that basis denies the same.
- 184. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 184 of the Counterclaim, and on that basis denies the same.
- 185. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 185 of the Counterclaim, and on that basis denies the same.
- 186. Third Party Defendant denies the allegations set forth in paragraph 186 of the Counterclaim.
- 187. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 187 of the Counterclaim, and on that basis denies the same.
- 188. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 188 of the Counterclaim, and on that basis denies the same.
- 189. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 189 of the Counterclaim, and on that basis denies the same.

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- 190. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 190 of the Counterclaim, and on that basis denies the same.
- 191. Third Party Defendant denies the allegations set forth in paragraph 191 of the Counterclaim.
- 192. Third Party Defendant denies the allegations set forth in paragraph 192 of the Counterclaim.
- 193. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 193 of the Counterclaim, and on that basis denies the same.
- 194. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 194 of the Counterclaim, and on that basis denies the same.
- 195. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 195 of the Counterclaim, and on that basis denies the same.
- 196. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 196 of the Counterclaim, and on that basis denies the same.
- 197. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 197 of the Counterclaim, and on that basis denies the same.
- 198. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 198 of the Counterclaim, and on that basis denies the same.
- 199. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 199 of the Counterclaim, and on that basis denies the same.

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- 200. Third Party Defendant denies the allegations set forth in paragraph 200 of the Counterclaim.
- 201. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 201 of the Counterclaim, and on that basis denies the same.
- 202. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 202 of the Counterclaim, and on that basis denies the same.
- 203. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 203 of the Counterclaim, and on that basis denies the same.
- 204. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 204 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 205. belief as to the truth or falsity of the allegations contained in paragraph 205 of the Counterclaim, and on that basis denies the same.
- 206. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 206 of the Counterclaim, and on that basis denies the same.
- 207. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 207 of the Counterclaim, and on that basis denies the same.
- 208. Third Party Defendant denies the allegations set forth in paragraph 208 of the Counterclaim.
- 209. Third Party Defendant denies the allegations set forth in paragraph 209 of the Counterclaim.

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- 210. Third Party Defendant denies the allegations set forth in paragraph 210 of the Counterclaim.
- 211. Third Party Defendant denies the allegations set forth in paragraph 211 of the Counterclaim.
- 212. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 212 of the Counterclaim, and on that basis denies the same.
- 213. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 213 of the Counterclaim, and on that basis denies the same.

IV. **COUNTERCLAIMS**

- FIRST CAUSE OF ACTION (BREACH OF CONTRACT a. LIBERTY LOAN - BY WESTLAND LIBERTY VILLAGE, LLC)
- 214. Answering the allegations set forth in paragraph 214 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 213.
- 215. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 215 of the Counterclaim, and on that basis denies the same.
- 216. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 216 of the Counterclaim, and on that basis denies the same.
- 217. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 217 of the Counterclaim, and on that basis denies the same.
- 218. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 218 of the Counterclaim, and on that basis denies the same.

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- 219. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 219 of the Counterclaim, and on that basis denies the same.
- 220. Third Party Defendant denies the allegations set forth in paragraph 220 of the Counterclaim.
- 221. Third Party Defendant denies the allegations set forth in paragraph 221 of the Counterclaim.
- 2.2.2. Third Party Defendant denies the allegations set forth in paragraph 222 of the Counterclaim.
- 223. Third Party Defendant denies the allegations set forth in paragraph 223 of the Counterclaim.
- 224. Third Party Defendant denies the allegations set forth in paragraph 224 of the Counterclaim.
- 225. Third Party Defendant denies the allegations set forth in paragraph 225 of the Counterclaim.

SECOND CAUSE OF ACTION (BREACH OF CONTRACT b. SQUARE LOAN – BY WESTLAND VILLAGE SQUARE, LLC)

- 226. Answering the allegations set forth in paragraph 226 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 225.
- 227. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 227 of the Counterclaim, and on that basis denies the same.
- 228. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 228 of the Counterclaim, and on that basis denies the same.
- 229. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 229 of the Counterclaim, and on that basis denies the same.

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- 230. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 230 of the Counterclaim, and on that basis denies the same.
- 231. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 231 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 232. belief as to the truth or falsity of the allegations contained in paragraph 232 of the Counterclaim, and on that basis denies the same.
- 233. Third Party Defendant denies the allegations set forth in paragraph 233 of the Counterclaim.
- 234. Third Party Defendant denies the allegations set forth in paragraph 234 of the Counterclaim.
- 235. Third Party Defendant denies the allegations set forth in paragraph 235 of the Counterclaim.
- 236. Third Party Defendant denies the allegations set forth in paragraph 236 of the Counterclaim.
- 237. Third Party Defendant denies the allegations set forth in paragraph 237 of the Counterclaim.

THIRD CAUSE OF ACTION (BREACH OF COVENENT OF c. GOOD FAITH AND FAIR DEALING)

- 238. Answering the allegations set forth in paragraph 238 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 237.
- 239. Third Party Defendant admits the allegations set forth in paragraph 239 of the Counterclaim.
- 240. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 240 of the Counterclaim, and on that basis denies the same.

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- 241. Third Party Defendant admits the allegations set forth in paragraph 241 of the Counterclaim.
- 242. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 242 of the Counterclaim, and on that basis denies the same.
- 243. Third Party Defendant denies the allegations set forth in paragraph 243 of the Counterclaim.
- Third Party Defendant is without knowledge or information sufficient to form a 244. belief as to the truth or falsity of the allegations contained in paragraph 244 of the Counterclaim, and on that basis denies the same.
- 245. Third Party Defendant denies the allegations set forth in paragraph 245 of the Counterclaim.
- 246. Third Party Defendant denies the allegations set forth in paragraph 246 of the Counterclaim.
- 247. Third Party Defendant denies the allegations set forth in paragraph 247 of the Counterclaim.
- 248. Third Party Defendant denies the allegations set forth in paragraph 248 of the Counterclaim.

d. FOURTH CAUSE OF ACTION (DECLARATORY RELIEF)

- 249. Answering the allegations set forth in paragraph 249 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 248.
- 250. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 250 of the Counterclaim, and on that basis denies the same.
- 251. Third Party Defendant admits the allegations set forth in paragraph 251 of the Counterclaim.

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- 252. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 252 of the Counterclaim, and on that basis denies the same.
- 253. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 253 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 254. belief as to the truth or falsity of the allegations contained in paragraph 254 of the Counterclaim, and on that basis denies the same.
- 255. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 255 of the Counterclaim, and on that basis denies the same.
- 256. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 256 of the Counterclaim, and on that basis denies the same.
- 257. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 257 of the Counterclaim, and on that basis denies the same.
- 258. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 258 of the Counterclaim, and on that basis denies the same.
- 259. Third Party Defendant denies the allegations set forth in paragraph 259 of the Counterclaim.

FIFTH CAUSE OF ACTION (FRAUD IN THE INDUCEMENT) e.

260. Answering the allegations set forth in paragraph 260 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 259.

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	261.	Third Party Defendant is without knowledge or information sufficient to form a
belief	as to the	truth or falsity of the allegations contained in paragraph 261 of the Counterclaim,
and or	ı that ba	sis denies the same.

- 262. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 262 of the Counterclaim, and on that basis denies the same.
- 263. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 263 of the Counterclaim, and on that basis denies the same.
- 264. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 264 of the Counterclaim, and on that basis denies the same.
- 265. Third Party Defendant denies the allegations set forth in paragraph 265 of the Counterclaim.
- 266. Third Party Defendant denies the allegations set forth in paragraph 266 of the Counterclaim.
- 267. Third Party Defendant denies the allegations set forth in paragraph 267 of the Counterclaim.
- 268. Third Party Defendant denies the allegations set forth in paragraph 268 of the Counterclaim.
- 269. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 269 of the Counterclaim, and on that basis denies the same.
- 270. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 270 of the Counterclaim, and on that basis denies the same.

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	271.	Third Party Defendant is without knowledge or information sufficient to form a
belief	as to the	e truth or falsity of the allegations contained in paragraph 271 of the Counterclaim,
and or	n that ba	sis denies the same.

- 272. Third Party Defendant denies the allegations set forth in paragraph 272 of the Counterclaim.
- 273. Third Party Defendant denies the allegations set forth in paragraph 273 of the Counterclaim.
- Third Party Defendant denies the allegations set forth in paragraph 274 of the 274. Counterclaim.

f. SIXTH CAUSE OF ACTION (NEGLIGENT MISREPRESENTATION AND CONCEALMENT)

- 275. Answering the allegations set forth in paragraph 275 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 274.
- 276. Third Party Defendant denies the allegations set forth in paragraph 276 of the Counterclaim.
- 277. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 277 of the Counterclaim, and on that basis denies the same.
- 278. Third Party Defendant denies the allegations set forth in paragraph 278 of the Counterclaim.
- Third Party Defendant denies the allegations set forth in paragraph 279 of the 279. Counterclaim.
- 280. Third Party Defendant denies the allegations set forth in paragraph 280 of the Counterclaim.
- 281. Third Party Defendant denies the allegations set forth in paragraph 281 of the Counterclaim.

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- 282. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 282 of the Counterclaim, and on that basis denies the same.
- 283. Third Party Defendant denies the allegations set forth in paragraph 283 of the Counterclaim.

SEVENTH CAUSE OF ACTION (CONVERSION) g.

- 284. Answering the allegations set forth in paragraph 284 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 283.
- 285. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 285 of the Counterclaim, and on that basis denies the same.
- 286. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 286 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 287. belief as to the truth or falsity of the allegations contained in paragraph 287 of the Counterclaim, and on that basis denies the same.
- 288. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 288 of the Counterclaim, and on that basis denies the same.
- 289. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 289 of the Counterclaim, and on that basis denies the same.
- 290. Third Party Defendant denies the allegations set forth in paragraph 290 of the Counterclaim.
- 291. Third Party Defendant denies the allegations set forth in paragraph 291 of the Counterclaim.

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292.	Third Party	Defendant	denies	the	allegations	set	forth	in	paragraph	292	of the
Counterclaim.											

- 293. Third Party Defendant denies the allegations set forth in paragraph 293 of the Counterclaim.
- 294. Third Party Defendant denies the allegations set forth in paragraph 294 of the Counterclaim.
- 295. Third Party Defendant denies the allegations set forth in paragraph 295 of the Counterclaim.
- 296. Third Party Defendant denies the allegations set forth in paragraph 296 of the Counterclaim.

h. EIGHTH CAUSE OF ACTION (INJUNCTIVE RELIEF)

- 297. Answering the allegations set forth in paragraph 297 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 296.
- 298. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 298 of the Counterclaim, and on that basis denies the same.
- 299. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 299 of the Counterclaim, and on that basis denies the same.
- 300. Third Party Defendant denies the allegations set forth in paragraph 300 of the Counterclaim.
- 301. Third Party Defendant denies the allegations set forth in paragraph 301 of the Counterclaim.
- 302. Third Party Defendant denies the allegations set forth in paragraph 302 of the Counterclaim.
- 303. Third Party Defendant denies the allegations set forth in paragraph 303 of the Counterclaim.

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- 304. Third Party Defendant denies the allegations set forth in paragraph 304 of the Counterclaim.
- 305. Third Party Defendant denies the allegations set forth in paragraph 305 of the Counterclaim.
- 306. Third Party Defendant denies the allegations set forth in paragraph 306 of the Counterclaim.

i. NINTH (EQUITABLE RELIEF CAUSE OF ACTION RESCISSION / REFORMATION

- 307. Answering the allegations set forth in paragraph 307 of the Counterclaim, Third Party Defendant incorporates its response to paragraphs 1 through 306.
- 308. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 308 of the Counterclaim, and on that basis denies the same.
- 309. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 309 of the Counterclaim, and on that basis denies the same.
- 310. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 310 of the Counterclaim, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 311. belief as to the truth or falsity of the allegations contained in paragraph 311 of the Counterclaim, and on that basis denies the same.
- 312. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 312 of the Counterclaim, and on that basis denies the same.
- 313. Third Party Defendant denies the allegations set forth in paragraph 313 of the Counterclaim.

- 314. Third Party Defendant denies the allegations set forth in paragraph 314 of the Counterclaim.
- 315. Third Party Defendant denies the allegations set forth in paragraph 315 of the Counterclaim.
- 316. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 316 of the Counterclaim, and on that basis denies the same.
- 317. Third Party Defendant denies the allegations set forth in paragraph 317 of the Counterclaim.
- 318. Third Party Defendant denies the allegations set forth in paragraph 318 of the Counterclaim.
- 319. Third Party Defendant denies the allegations set forth in paragraph 319 of the Counterclaim.

THIRD PARTY COMPLAINT

V. CLAIMS FOR RELIEF

- a. FIRST CAUSE OF ACTION (FOR BRAECH OF CONTRACT LIBERTY LOAN BY WESTLAND LIBERTY VILLAGE, LLC)
- 320. Answering the allegations set forth in paragraph 320 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 319.
- 321. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 321 of the Third Party Complaint, and on that basis denies the same.
- 322. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 322 of the Third Party Complaint, and on that basis denies the same.
- 323. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 323 of the Third Party Complaint, and on that basis denies the same.

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	324.	Third Party Defendant is without knowledge or information sufficient to form a
belief	as to th	e truth or falsity of the allegations contained in paragraph 324 of the Third Party
Comp	laint, an	d on that basis denies the same.

- 325. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 325 of the Third Party Complaint, and on that basis denies the same.
- 326. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 326 of the Third Party Complaint, and on that basis denies the same.
- 327. Third Party Defendant denies the allegations set forth in paragraph 327 of the Third Party Complaint.
- 328. Third Party Defendant denies the allegations set forth in paragraph 328 of the Third Party Complaint.
- 329. Third Party Defendant denies the allegations set forth in paragraph 329 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 330 of the 330. Third Party Complaint.
- 331. Third Party Defendant denies the allegations set forth in paragraph 331 of the Third Party Complaint.

b. SECOND CAUSE OF ACTION (BREACH OF CONTRACT -SQUARE LOAN – BY WESTLAND VILLAGE SQUARE, LLC)

- 332. Answering the allegations set forth in paragraph 332 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 331.
- 333. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 333 of the Third Party Complaint, and on that basis denies the same.

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- 334. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 334 of the Third Party Complaint, and on that basis denies the same.
- 335. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 335 of the Third Party Complaint, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 336. belief as to the truth or falsity of the allegations contained in paragraph 336 of the Third Party Complaint, and on that basis denies the same.
- 337. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 337 of the Third Party Complaint, and on that basis denies the same.
- Third Party Defendant denies the allegations set forth in paragraph 338 of the 338. Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 339 of the 339. Third Party Complaint.
- 340. Third Party Defendant denies the allegations set forth in paragraph 340 of the Third Party Complaint.
- 341. Third Party Defendant denies the allegations set forth in paragraph 341 of the Third Party Complaint.
- 342. Third Party Defendant denies the allegations set forth in paragraph 342 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 343 of the 343. Third Party Complaint.
 - THIRD CAUSE OF ACTION (BREACH OF COVENANT OF c. GOOD FAITH AND FAIR DEALING - BY BOTH THIRD PARTY **PLAINTIFFS**)

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- 344. Answering the allegations set forth in paragraph 344 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 343.
- 345. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 345 of the Third Party Complaint, and on that basis denies the same.
- 346. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 346 of the Third Party Complaint, and on that basis denies the same.
- 347. Third Party Defendant admits the allegations allegations contained in paragraph 347 of the Third Party Complaint
- 348. Third Party Defendant denies the allegations set forth in paragraph 348 of the Third Party Complaint.
- 349. Third Party Defendant denies the allegations set forth in paragraph 349 of the Third Party Complaint.
- 350. Third Party Defendant denies the allegations set forth in paragraph 350 of the Third Party Complaint.
- 351. Third Party Defendant denies the allegations set forth in paragraph 351 of the Third Party Complaint.
- 352. Third Party Defendant denies the allegations set forth in paragraph 352 of the Third Party Complaint.
- 353. Third Party Defendant denies the allegations set forth in paragraph 353 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 354 of the 354. Third Party Complaint.

d. FOURTH CAUSE OF ACTION (DECLARATORY RELIEF)

355. Answering the allegations set forth in paragraph 355 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 354.

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- 356. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 356 of the Third Party Complaint, and on that basis denies the same.
- 357. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 357 of the Third Party Complaint, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 358. belief as to the truth or falsity of the allegations contained in paragraph 358 of the Third Party Complaint, and on that basis denies the same.
- 359. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 359 of the Third Party Complaint, and on that basis denies the same.
- 360. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 360 of the Third Party Complaint, and on that basis denies the same.
- 361. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 361 of the Third Party Complaint, and on that basis denies the same.
- 362. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 362 of the Third Party Complaint, and on that basis denies the same.
- 363. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 363 of the Third Party Complaint, and on that basis denies the same.
- 364. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 364 of the Third Party Complaint, and on that basis denies the same.

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365. Third Party Defendant denies the allegations set forth in paragraph 365 of the Third Party Complaint.

FIFTH CAUSE OFA CTION (FRAUD IN THE INDUCEMENT) e.

- 366. Answering the allegations set forth in paragraph 366 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 365.
- 367. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 367 of the Third Party Complaint, and on that basis denies the same.
- 368. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 368 of the Third Party Complaint, and on that basis denies the same.
- 369. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 369 of the Third Party Complaint, and on that basis denies the same.
- 370. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 370 of the Third Party Complaint, and on that basis denies the same.
- 371. Third Party Defendant denies the allegations set forth in paragraph 371 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 372 of the 372. Third Party Complaint.
- 373. Third Party Defendant denies the allegations set forth in paragraph 373 of the Third Party Complaint.
- 374. Third Party Defendant denies the allegations set forth in paragraph 374 of the Third Party Complaint.
- 375. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 375 of the Third Party Complaint, and on that basis denies the same.

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- 376. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 376 of the Third Party Complaint, and on that basis denies the same.
- 377. Third Party Defendant denies the allegations set forth in paragraph 377 of the Third Party Complaint.
- 378. Third Party Defendant denies the allegations set forth in paragraph 378 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 379 of the Third Party Complaint.
- 380. Third Party Defendant denies the allegations set forth in paragraph 380 of the Third Party Complaint.

f. **SIXTH CAUSE OF ACTION (NEGLIGENT** MISREPRESENTATION AND CONCEALMENT)

- 381. Answering the allegations set forth in paragraph 381 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 380.
- 382. Third Party Defendant denies the allegations set forth in paragraph 382 of the Third Party Complaint.
- 383. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 383 of the Third Party Complaint, and on that basis denies the same.
- 384. Third Party Defendant denies the allegations set forth in paragraph 384 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 385 of the 385. Third Party Complaint.
- 386. Third Party Defendant denies the allegations set forth in paragraph 386 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 387 of the 387. Third Party Complaint.

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388.	Third Party	Defendant	denies	the	allegations	set	forth	in	paragraph	388	of the
Third Party Co	omplaint.										

389. Third Party Defendant denies the allegations set forth in paragraph 389 of the Third Party Complaint.

SEVENTH CAUSE OF ACTION (INTENTIONAL g. INTERFERENCE WITH CONTRACT)

- 390. Answering the allegations set forth in paragraph 390 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 389.
- 391. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 391 of the Third Party Complaint, and on that basis denies the same.
- 392. Third Party Defendant denies the allegations set forth in paragraph 392 of the Third Party Complaint.
- 393. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 393 of the Third Party Complaint, and on that basis denies the same.
- 394. Third Party Defendant denies the allegations set forth in paragraph 394 of the Third Party Complaint.
- 395. Third Party Defendant denies the allegations set forth in paragraph 395 of the Third Party Complaint.
- 396. Third Party Defendant denies the allegations set forth in paragraph 396 of the Third Party Complaint.
- 397. Third Party Defendant denies the allegations set forth in paragraph 397 of the Third Party Complaint.
- 398. Third Party Defendant denies the allegations set forth in paragraph 398 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 399 of the 399. Third Party Complaint.

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400. Third Party Defendant denies the allegations set forth in paragraph 400 of the Third Party Complaint.

h. **EIGHTH CAUSE OF ACTION (CONVERSION)**

- 401. Answering the allegations set forth in paragraph 401 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 400.
- 402. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 402 of the Third Party Complaint, and on that basis denies the same.
- 403. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 403 of the Third Party Complaint, and on that basis denies the same.
- 404. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 404 of the Third Party Complaint, and on that basis denies the same.
- Third Party Defendant is without knowledge or information sufficient to form a 405. belief as to the truth or falsity of the allegations contained in paragraph 405 of the Third Party Complaint, and on that basis denies the same.
- 406. Third Party Defendant denies the allegations set forth in paragraph 406 of the Third Party Complaint.
- 407. Third Party Defendant denies the allegations set forth in paragraph 407 of the Third Party Complaint.
- 408. Third Party Defendant denies the allegations set forth in paragraph 408 of the Third Party Complaint.
- 409. Third Party Defendant denies the allegations set forth in paragraph 409 of the Third Party Complaint.
- 410. Third Party Defendant denies the allegations set forth in paragraph 410 of the Third Party Complaint.

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- 411. Third Party Defendant denies the allegations set forth in paragraph 411 of the Third Party Complaint.
- 412. Third Party Defendant denies the allegations set forth in paragraph 412 of the Third Party Complaint.

i. NINTH CAUSE OF ACTION (INJUNCTIVE RELIEF)

- 413. Answering the allegations set forth in paragraph 413 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 412.
- 414. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 414 of the Third Party Complaint, and on that basis denies the same.
- 415. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 415 of the Third Party Complaint, and on that basis denies the same.
- 416. Third Party Defendant denies the allegations set forth in paragraph 416 of the Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 417 of the 417. Third Party Complaint.
- Third Party Defendant denies the allegations set forth in paragraph 418 of the 418. Third Party Complaint.
- 419. Third Party Defendant denies the allegations set forth in paragraph 419 of the Third Party Complaint.
- 420. Third Party Defendant denies the allegations set forth in paragraph 420 of the Third Party Complaint.
- 421. Third Party Defendant denies the allegations set forth in paragraph 421 of the Third Party Complaint.
- 422. Third Party Defendant denies the allegations set forth in paragraph 422 of the Third Party Complaint.

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j. TENTH **CAUSE OF ACTION (EQUITABLE** RELIEF **RESCISSION / REFORMATION)**

- 423. Answering the allegations set forth in paragraph 423 of the Third Party Complaint, Third Party Defendant incorporates its response to paragraphs 1 through 422.
- 424. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 424 of the Third Party Complaint, and on that basis denies the same.
- 425. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 425 of the Third Party Complaint, and on that basis denies the same.
- 426. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 426 of the Third Party Complaint, and on that basis denies the same.
- 427. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 427 of the Third Party Complaint, and on that basis denies the same.
- 428. Third Party Defendant is without knowledge or information sufficient to form a belief as to the truth or falsity of the allegations contained in paragraph 428 of the Third Party Complaint, and on that basis denies the same.
- 429. Third Party Defendant denies the allegations set forth in paragraph 429 of the Third Party Complaint.
- 430. Third Party Defendant denies the allegations set forth in paragraph 430 of the Third Party Complaint.
- 431. Third Party Defendant denies the allegations set forth in paragraph 431 of the Third Party Complaint.
- 432. Third Party Defendant denies the allegations set forth in paragraph 432 of the Third Party Complaint.

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- 433. Third Party Defendant denies the allegations set forth in paragraph 433 of the Third Party Complaint.
- 434. Third Party Defendant denies the allegations set forth in paragraph 434 of the Third Party Complaint.
- 435. Third Party Defendant denies the allegations set forth in paragraph 435 of the Third Party Complaint.

GENERAL DENIAL

Third Party Defendant denies each and every allegation set forth in the Third Party Complaint not expressly admitted herein.

AFFIRMATIVE DEFENSES

WHEREFORE, having fully answered Third Party Plaintiffs' Third Party Complaint, Third Party Defendant asserts the following affirmative defenses:

- 1. Third Party Plaintiffs fail to state a claim upon which relief may be granted.
- 2. Third Party Plaintiffs' damages, if any, were caused by the actions of third parties, and not as a result of any action or obligation of Third Party Defendant.
- 3. Third Party Plaintiffs' damages, if any, were the result of Third Party Plaintiffs' own actions.
- 4 Third Party Plaintiffs' claims fail because Third Party Defendant did not cause the alleged damages or injuries.
- 5. Third Party Plaintiffs' claims are barred, in whole or in part, as a result of Third Party Plaintiffs' assumption of the risk.
- 6. Third Party Plaintiffs failed to mitigate any damages and/or losses claimed to have been suffered by Third Party Plaintiffs.
- 7. Third Party Defendant appropriately, completely and fully performed and discharged any and all of its respective obligations and legal duties arising out of the matters alleged in the Third Party Complaint and any recovery by Third Party Plaintiffs would be unjust and inequitable under these circumstances and, therefore, barred by the doctrine on "preponderance of the equities."

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- 8. Any award of punitive damages to Third Party Plaintiffs in this case would be violative of the constitutional safeguards provided to Third Party Defendant under the Nevada Constitution and/or the United States Constitution.
- 9. Third Party Plaintiffs are not entitled to interest, attorneys' fees or costs in connection with this lawsuit.
- 10. Third Party Defendant had no special relationship with Third Party Plaintiffs that would impose a heightened duty of care.
- Third Party Defendant owed no legal duty to Third Party Plaintiffs with regarding 11. to the matters alleged in the Third Party Complaint.
- 12. Third Party Defendant fulfilled and complied with any and all obligations imposed by law or under the parties' agreement, if any.
 - 13. Third Party Plaintiffs' claims are barred by the economic loss doctrine.
- 14. Third Party Plaintiffs' damages are barred by the doctrines of waiver, ratification, and estoppel.
 - 15. Third Party Plaintiffs asserts no legal basis for recovery of attorneys' fees.
- 16. Third Party Defendant adopts and incorporates by reference each and every other affirmative defense asserted by any other party herein.
- 17. At the time of the filing of this Answer, all possible affirmative defenses may not have been alleged inasmuch as insufficient facts and other relevant information may not have been available after reasonable inquiry, and therefore, Third Party Defendant reserves the right to amend this Answer to allege affirmative defenses if subsequent investigation warrants the same.

WHEREFORE, having fully answered the Third Party Complaint, Third Party Defendant prays for the following relief:

- 1. That Third Party Plaintiffs receive nothing by way of the Third Party Complaint, and that the claims be dismissed with prejudice and be forever barred;
 - 2. That Third Party Plaintiffs' request for damages be denied with prejudice.

HOLLAND & HART LLP 9555 HILLWOOD DRIVE, 2ND FLOOR LAS VEGAS, NV 89134

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- 3. For recovery of Third Party Defendant's costs and attorneys' fees incurred herein; and
- 4. For such other and further relief as the Court deems just and proper under the circumstances.

DATED this 19th day of October, 2020

HOLLAND & HART LLP

/s/ Joseph G. Went, Esq

Joseph G. Went, Esq. Nevada Bar No. 9220 Lars K. Evensen, Esq. Nevada Bar No. 8061 Sydney R. Gambee, Esq. Nevada Bar No. 14201 9555 Hillwood Drive, 2nd Floor Las Vegas, NV 89134

Attorneys for Third Party Defendant Grandbridge Real Estate Capital, LLC

HOLLAND & HART LLP 9555 HILLWOOD DRIVE, 2ND FLOOR LAS VEGAS, NV 89134

CERTIFICATE OF SERVICE 2 I HEREBY CERTIFY that on the 19th day of October 2020, and pursuant to N.R.C.P. 5(b), a true and correct copy of the foregoing ANSWER TO THIRD PARTY COMPLAINT 3 was served on the following parties in the manner set forth below: 4 5 [XX] VIA THE COURT'S ELECTRONIC SERVICE SYSTEM: 6 John Benedict, Esq. Nathan G. Kanute, Esq. David L. Edelbute, Esq. Law Offices of John Benedict 7 2190 E. Pebble Road, Suite 260 Snell & Wilmer L.L.P. 3883 Howard Hughes Parkway, Suite 1100 Las Vegas, NV 89123 8 Las Vegas, Nevada 89169 Attorney for Westland Liberty Village, LLC & 9 Westland Village Square LLC Attorneys for Plaintiff 10 [] HAND DELIVERY 11 [] E-MAIL TRANSMISSION 12 13 [] U.S. MAIL, POSTAGE PREPAID 14 U.S. MAIL, POSTAGE PREPAID $[\]$ 15 16 /s/ C. Bowman

An employee of HOLLAND & HART LLP

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1 2 3 4 5 6 7	ORDR JOHN BENEDICT, ESQ. Nevada Bar No. 005581 LAW OFFICES OF JOHN BENEDICT 2190 E. Pebble Road, Suite 260 Las Vegas, NV 89123 Telephone: (702) 333-3770 Facsimile: (702) 361-3685 E-Mail: John@BenedictLaw.com Attorneys for Defendants/Counterclaimants/ Third Party Plaintiffs Westland Liberty Village, LLC & Westland Village Square LLC	ł				
8	FIGHTH JUDICIAL	DISTRICT COURT				
9	EIGHTH JUDICIAL DISTRICT COURT					
10	CLARK COU	NTY, NEVADA				
11 12 13 14 15 16 17	FEDERAL NATIONAL MORTGAGE ASSOCIATION, Plaintiff, vs. WESTLAND LIBERTY VILLAGE, LLC, a Nevada Limited Liability Company; and WESTLAND VILLAGE SQUARE, LLC, a Nevada Limited Liability Company Defendants.	CASE NO. A-20-819412-C DEPT NO. 4 ORDER GRANTING DEFENDANTS' MOTION FOR PRELIMINARY INJUNCTION AND DENYING APPLICATION FOR APPOINTMENT OF RECEIVER Hearing Date: October 13, 2020 Hearing Time: 10:30 a.m.				
19	AND ALL RELATED ACTIONS					
20	Defendants' Counter-Motion for a Prelim	inary Injunction having come before the Court on				

Defendants' Counter-Motion for a Preliminary Injunction having come before the Court on October 13, 2020, and John Benedict, Esq. appearing on behalf of Defendants Westland Liberty Village LLC and Westland Village Square LLC, and Bob Olson, Esq. appearing on behalf of Plaintiff Federal National Mortgage Association.

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Pursuant to Westland Liberty Village LLC's and Westland Village Square LLC's (in combination "Westland") Counter-Motion for a Temporary Restraining Order and/or Preliminary Injunction ("Motion"), the Affidavit of Yanki Greenspan, the Affidavit of Shimon Greenspan,

Westland's Counterclaim and Third Party Complaint, and the Court having reviewed the pleadings and papers on file herein, including any filed by Plaintiff Federal National Mortgage Association ("Fannie Mae"), as well as Fannie Mae's Application for Appointment of Receiver and supporting papers (the "Application"), and having heard the arguments presented by Counsel, after considering and relying upon only admissible evidence, this Court in part applying its discretion including weighing the credibility of the declarations and other proof submitted in support of and in opposition to the Motions, enters the following findings of fact, conclusions of law, and Orders the following:

FINDINGS OF FACT

- 1. Fannie Mae admits conducting a property condition assessment at the multi-family apartment communities owned by Westland and located at 4870 Nellis Oasis Lane, Las Vegas, NV 89115 [Assessor's Parcel Nos. 140-08-710-161, 140-08-711-273 and 140-08-712-289] (the "Liberty Village Property") and 5025 Nellis Oasis Lane, Las Vegas, NV 89115 [Assessor's Parcel Nos. 140-08-702-002 and 140-08-702-003] (the "Village Square Property," or in combination the "Properties") in September 2018.
- 2. Westland has submitted evidence that it has spent over \$1.7 million in capital improvements since the property condition assessment was conducted, \$3.5 million in capital improvements since the Properties were purchased, \$1,573,000 in security costs at the Properties, that it employs an on-site staff of 32 employees, all of which support that the condition of the Properties has not deteriorated.
- 3. Westland submitted 2300 pages of work orders and related documents for renovations it performed on vacant units from September 2019 through June 2020, which further supports that the condition of the Properties has not deteriorated.
- 4. Statements from unbiased third-parties, including the Office of the Clark County Commissioner and the Nevada State Apartment Association, support that the condition of the Properties has not deteriorated.

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- 5. The Court finds Westland has submitted substantial evidence that no deterioration of the condition of the Liberty Village Property and Village Square Property has occurred.
- 6. The two loan agreements both contain terms, including in Section 6.03(c), requiring a showing of deterioration in order to perform a property condition assessment or take further action related to the Repair Reserve or Replacement Reserve accounts. Without Fannie Mae showing there was deterioration at the Properties, there can be no default by Westland's not placing additional funds into those two accounts. Fannie Mae has not shown deterioration of the Properties. In fact, Westland has shown the opposite at this early stage, even without any formal discovery. The lack of demonstrated deterioration is enough to warrant a preliminary injunction as set forth herein.
- 7. Fannie Mae admits that in August 2018 when the loan agreement for the Liberty Village Property was assumed the parties agreed to a combined total of \$105,032.03 for the Repair Reserve and Replacement Reserve, which was fully funded on the date of the date the loan was assumed, plus an additional monthly Replacement Reserve payment of \$18,600.00.
- 8. Fannie Mae admits that in August 2018 when the loan agreement for the Village Square Property was assumed the parties agreed to a combined total of \$38,287.25 for the Repair Reserve and Replacement Reserve, which was fully funded on the date of the date the loan was assumed, plus additional monthly Replacement Reserve payments of \$10,259.08.
- 9. The undisputed facts establish that Westland paid \$18,600.00 each month for the Liberty Village Replacement Reserve and \$10,259.08 each month for the Village Square Replacement Reserve consistent with the schedules to the loan agreements as executed in August 2018, as well as the principal and interest payments that were required by the loan agreements.
- 10. Fannie Mae admits that its servicer, Grandbridge Real Estate Capital, LLC ("Grandbridge") forwarded a Notice of Demand, dated October 18, 2019, on its behalf that sought a combined \$2.85 million additional reserve deposit from Westland for the Liberty Village Property and Village Square Property, which necessarily was based on a modification of the reserve amounts listed in the loan agreements.

- 11. By relying on the Notice of Demand, Fannie Mae admits that Grandbridge transferred all funds it held on Westland's behalf for each Property from the interest bearing Replacement Reserve account to the non-interest bearing Repair Reserve account.
- 12. Fannie Mae admits forwarding a Notice of Default and Acceleration of Note, dated December 17, 2019, which sought to hold Westland in default under the loan agreements that were assumed with Fannie Mae for not depositing the additional \$2.85 million Fannie Mae demanded, sought acceleration of the note for each Property, and sought not only the full principal balance but also default interest and costs. Fannie Mae further admits that, due to the asserted default, it holds \$1,000,000.00 in insurance proceeds from work Westland had performed, and paid for, at the Properties. Based solely on that purported default, Fannie Mae has refused to turn those funds over to Westland.
- 13. Fannie Mae admits forwarding a Demand and Notice Pursuant to NRS 107A.270, dated December 17, 2019, which sought to revoke Westland's license to collect rents at the Properties, which is based solely on the purported default arising from not depositing an additional \$2.85 million into reserves.
- 14. Fannie Mae admits pursuing a foreclose against Westland's Properties by filing a Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, and taking actions in furtherance of foreclosure against each of the Properties, which is based solely on the purported default arising from not depositing an additional \$2.85 million into reserves.

CONCLUSIONS OF LAW

- 1. NRCP 65(b) provides the Court with the authority to issue a preliminary injunction;
- 2. NRS 33.010 provides that an injunction may be granted in the following cases:
 - a. "When it shall appear by the [pleadings] that the [requesting party] is entitled to the relief demanded, and such relief or any part thereof consists in restraining the commission or continuance of an act complained of, either for a limited period or perpetually."

- b. "When it shall appear by the complaint or affidavit that the commission or continuance of some act, during the litigation, would produce great or irreparable injury to the [requesting party]."
- c. "When it shall appear, during the litigation, that the [non-requesting party] is doing or threatens, or is about to do, or is procuring or suffering to be done, some act in violation of the [requesting parties'] rights respecting the subject of the action, and tending to render the judgment ineffectual."
- 3. A preliminary injunction is available upon a showing that the party seeking the injunction enjoys a "reasonable probability of success on the merits" and that the non-moving party's "conduct, if allowed to continue, will result in irreparable harm for which compensatory damages is an inadequate remedy." *Sobol v. Capital Management Consultants, Inc.*, 102 Nev. 444, 446 (1986); *Clark County School Dist. v. Buchanan*, 112 Nev. 1146, 924 P.2d 716, 719 (1996). The Court "may also weigh the public interest and relative hardships of the parties ..." *Id.* (*citing Pickett v. Commanche Construction Inc.*, 108 Nev. 422, 426, 836 P.2d 42, 44 (1992)).
- 4. The ultimate purpose of the preliminary injunction is to preserve the status quo so as to prevent irreparable harm. *Dixon v. Thatcher et al.*, 103 Nev. 414, 415, 742 P2d 1029 (1987).
- 5. Westland has shown a reasonable probability of success on the merits for the relief it seeks via Counterclaim in this case. This element is thus satisfied in Westland's Counter-Motion for a Preliminary Injunction because Fannie Mae has failed to establish that any default has occurred, and even viewing the evidence and arguments Fannie Mae presented in the best light for it, at best for Fannie Mae there are substantial factual disputes related to whether any default occurred. Fannie Mae's papers admit pursuing a foreclose against Westland's Properties by filing a Notice of Default and Intent to Sell, and such actions may amount to a breach of contract, failure to service the loan in good faith, and may support the other claims and damages in Westland's Counterclaim.

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- 6. Westland would suffer irreparable harm to its interests in real property, to its personnel, and to an ongoing business in the absence of such an order to enjoin Fannie Mae's actions. First, real property is unique. Second, Westland has invested millions of dollars into the Properties, has substantial equity in them, and has significantly improved the living conditions at the Properties. Westland has been recognized by independent third parties for these successes, including lowering the crime rate at the Properties. Specifically, Westland has received various commendations from the Las Vegas Metropolitan Police Department, housing authorities, and the local governments. Third, Westland has invested heavily in personnel for the Properties, including paying in excess of \$1.5M for salaries and related expenses for security personnel. All told, Westland has over thirty people working at the Property, and part of the irreparable harm will be those people losing their jobs if Fannie Mae's foreclosure is allowed to proceed or if the Court appoints a receiver.
- Based upon the above, and all evidence and documentation submitted, and here specifically applying the Court's discretion, the prejudice to Westland is much greater than the prejudice to Fannie Mae if no injunction is issued in this case.
- 8. Issuance of a preliminary injunction as requested by Westland would preserve the status quo until this matter is fully resolved on the merits.
- 9. Westland has met their burden of proof to support this Preliminary Injunction through competent evidence.
- 10. Westland has made a substantial investment in the collateral securing the loan and continue to maintain substantial funds within the Repair Escrow Account and Replacement Escrow Account that render the need for a bond for a preliminary injunction to be de minimus.

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11. Fannie Mae's has not shown good cause for its Application for Appointment of a Receiver because it has not carried its burden to show any default occurred and based on the lack of evidence of irreparable harm or substantial loss to collateral to Fannie Mae.

THEREFORE, IT IS HEREBY ORDERED, ADJUDGED, and DECREED that Defendant's Countermotion for a Preliminary Injunction is **GRANTED**;

IT IS FURTHER ORDERED, ADJUDGED, and DECREED that Plaintiff's Application for Appointment of a Receiver is **DENIED**;

IT IS FURTHER ORDERED, ADJUDGED, and DECREED that:

- (1) Fannie Mae, including, without limitation, Fannie Mae's servicers, agents, affiliates, representatives, officers, managers, directors, shareholders, members, partners, trustees, and other persons exercising or having control over the affairs of Fannie Mae, (collectively the "Enjoined Parties") are enjoined from taking any and all actions to foreclose or continue the foreclosure process upon Westland's Properties, and may not conduct any foreclosure proceeding or foreclosure sale on Properties until further order of this Court;
- (2) The Enjoined Parties may not continue to maintain the Liberty Village Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, which shall immediately be removed from the title of the Liberty Village Property;
- (3) The Enjoined Parties may not continue to maintain the Village Square Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, which shall immediately be removed from the title of the Village Square Property;
- (4) The Enjoined Parties may not interfere with Westland's enjoyment of the Properties pending a final determination of the rights and obligations of the parties pursuant to the Multifamily Loan and Security Agreement entered by and between Lenders and Westland on August 29, 2018;

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- (5) Fannie Mae's Application to appoint a receiver is denied, and the Enjoined Parties are further enjoined from and may not do the following acts:
 - a) appoint a receiver;
 - b) take possession of any real or personal property, which prohibition extends to both tangible or intangible property, including, without limitation, all land, buildings and structures, leases, rents, fixtures, and movable personal property that may be identified as "Leases," "Rents" or "Mortgaged Property" in any "Multifamily Deed of Trust, Assignment of Leases and Rents, Security Agreement and Fixture Filing," located at or related to the Village Square Property and Liberty Village Property (hereinafter the "Property") referenced in both parties pleadings;
 - c) obtain possession of, exercise control over, enforce a judgment, enforce a lien, foreclose, enforce a Deed of Trust, or otherwise take any action against the Property, without specific permission from or a further determination of this Court;
 - d) interfere with Westland, directly or indirectly, in the management and operation of the Property, the collection of rents derived from the Property, or do any act which will, or which will tend to, impair, defeat, divert, prevent, or prejudice Westland's use or preservation of the Property (including the leases, rents and reserve-escrow accounts related thereto) or the interest of Westland in the Property and in said leases, rents, and reserve-escrow accounts;
 - e) fail to turn over to Westland the monthly debt service invoices for the Property, which have been withheld between February 2020 and present, and on a going forward basis, Fannie Mae or its servicer will forward the monthly statements Fannie Mae's servicers produce for any borrower who is not in default;
 - f) fail to process loan payments consistent with the terms of the loan agreement, including that Fannie Mae, or its servicer, will return to the ordinary practice of auto-debiting Westland's account for the amount of the non-default normal monthly debt

service payment each month;

- g) retain possession of any funds paid in excess of the non-default monthly debt service payments, which excess funds Westland paid between February 2020 and the present based on the refusal of Fannie Mae's servicer to produce monthly statements to Westland;
- h) fail to disburse or turn over to Westland any funds currently held or initially held in the Restoration Reserve Account, which funds were earmarked for the repair of the fire-damaged buildings, Buildings 3426 and 3517, regardless of whether Fannie Mae continues to maintain those funds in the same account or has transferred those funds to another account;
- i) continue to improperly maintain the funds designated to be held in the interest bearing Replacement Reserve Account for each of the Properties in the non-interest bearing Repair Reserve Account for each of the Properties, to restore any balance that has already been transferred, and to credit the Replacement Reserve Account for the interest that Westland would have earned;
- j) continue to refuse to respond to Reserve Disbursement Requests for more than 10 days, or to fail to disburse funds held in the Repair Reserve and Replacement Reserve escrow accounts in response to requests submitted consistent with the terms of the loan agreements;
- k) continue to maintain the Notice of Demand, dated October 18, 2019, which will be held to be retracted and stricken;
- l) continue to maintain the Notice of Default and Acceleration of Note, dated December 17, 2019, which will be deemed retracted and stricken;
- m) continue to maintain the Demand and Notice Pursuant to NRS 107A.270, dated December 17, 2019, which will be deemed retracted and stricken;
- n) otherwise displace Westland from the operation or management of the Property;

1	o) take any adverse action	against any Westland entity in relation to other loans,
2	discriminate against or black	clist any Westland entity on new loan or loan refinancing
3	applications, including by p	lacing Westland on "a-check," adding a fee to any loan
4	quoted or adding an inter-	est rate surcharge to such applications, based on the
5	purported default that arose	from failing to deposit the additional \$2.85 million into
6	escrow as requested.	
7	IT IS FURTHER ORDERED, ADJUDGE	ED and DECREED that the bond amount related to this
8	preliminary injunction shall be \$1,000.00	for Defendants, which Defendants may also meet by Dated this 20th day of November, 2020
9	depositing \$1000.00 cash with this Court.	IT IS SO ORDERED.
10	Dated: November, 2020	Theray I conly
11		The Honorable Kerry Earley DIST NDT C8EJ6BED D96E
12		Kerry Earley District Court Judge
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1	Agreed as to Form and Content:
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3	SNELL & WILMER L.L.P.
4	
5	By: <u>DOES NOT APPROVE</u> Nathan G. Kanute, Esq.
6	Bob L. Olson, Esq. David L. Edelblute, Esq.
7	3883 Howard Hughes Parkway, Suite 1100 Las Vegas, NV 89169
8	Attorneys for Plaintiff Federal National Mortgage Association
9	LAW OFFICES OF JOHN BENEDICT
11	By:/s/ John Benedict
12	John Benedict, Esq. 2190 E. Pebble Road, Suite 260
	Las Vegas, Nevada 89123
13 14	Attorneys for Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village,
15	LLC & Westland Village Square LLC
16	Respectfully Submitted:
17	
18	Dated: November 16, 2020
19	LAW OFFICES OF JOHN BENEDICT
20	By:/s/ John Benedict
21	John Benedict, Esq. 2190 E. Pebble Road, Suite 260
22	Las Vegas, Nevada 89123
23	Attorneys for Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village,
24	LLC & Westland Village Square LLC
25	
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1	CSERV						
2	DISTRICT COURT						
3	CLARK COUNTY, NEVADA						
4							
5							
6	Federal National Mortgage,	CASE NO: A-20-819412-B					
7	Plaintiff(s)	DEPT. NO. Department 13					
8	VS.						
9	Westland Liberty Village, LLC, Defendant(s)						
10							
11	AUTOMATED CEDTIFICATE OF CEDVICE						
12	<u>AUTOMATED CERTIFICATE OF SERVICE</u>						
13	This automated certificate of service was generated by the Eighth Judicial District Court. The foregoing Order was served via the court's electronic eFile system to all						
14	recipients registered for e-Service on the above entitled case as listed below:						
15	Service Date: 11/20/2020						
16	Joseph Went	igwent@hollandhart.com					
17	Sydney Gambee	srgambee@hollandhart.com					
18	Brian Dziminski	brian@dziminskilaw.com					
19	John Benedict	john@benedictlaw.com					
20	Lara Taylor	ljtaylor@swlaw.com					
21							
22		nkanute@swlaw.com					
23	Mary Full	mfull@swlaw.com					
24	Docket Docket	docket_las@swlaw.com					
25	Bob Olson	bolson@swlaw.com					
26	Jacqueline Gaudie	jacqueline@benedictlaw.com					
27							

1	Joyce Heilich	jeheilich@hollandhart.com
2	D'Andrea Dunn	ddunn@swlaw.com
3 4	Charlie Bowman	cabowman@hollandhart.com
5	Angelyn Cayton	Angelyn@benedictlaw.com
6	Office Admin	office.admin@benedictlaw.com
7	David Edelblute	dedelblute@swlaw.com
8		
9		copy of the above mentioned filings were also served by mail vice, postage prepaid, to the parties listed below at their last
10	known addresses on 11/23/2	
11	John Benedict	2190 E. Pebble Road
12		Suite 260 Las Vegas, NV, 89123
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15 16		
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Electronically Filed 11/24/2020 4:19 PM Steven D. Grierson **CLERK OF THE COURT** 1 NEO LAW OFFICES OF JOHN BENEDICT John Benedict, Esq. 3 Nevada Bar No. 005581 2190 E. Pebble Road, Suite 260 Las Vegas, Nevada 89123 Telephone: (702) 333-3770 5 Facsimile: (702) 361-3685 Email: John@Benedictlaw.com 6 Attorneys for Defendants 7 8 **DISTRICT COURT** 9 **CLARK COUNTY, NEVADA** 10 *********** 11 FEDERAL NATIONAL MORTGAGE 12 ASSOCIATION, CASE NO.: A-20-819412-C DEPT. NO.: 4 13 Plaintiffs, VS. 14 NOTICE OF ENTRY OF ORDER WESTLAND LIBERTY VILLAGE, LLC and) 15 WESTLAND VILLAGE SQUARE, LLC, 16 Defendants, **17** 18 AND ALL RELATED ACTIONS 19 20 21 PLEASE TAKE NOTICE that an ORDER GRANTING DEFENDANTS' MOTION 22 PRELIMINARY INJUNCTION AND DENYING APPLICATION FOR FOR 23 APPOINTMENT OF RECEIVER. 24 25 26 27 28

APP1569

1	was entered in the above-entitled matter on N	November 20, 2020. A true and correct copy is attached
2	hereto.	
3	DATED this _24 th _ day of Novembe	r, 2020.
4		LAW OFFICES OF JOHN BENEDICT
5	By:	/s/ John Benedict
6		John Benedict, Esq. (SBN 5581) 2190 East Pebble Road, Suite 260
7		Las Vegas, Nevada 89123 Email: John@Benedictlaw.com
8		Attorneys for Defendants
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1	CERTIFICATE OF SERVICE
2	I hereby certify that on this_24th_ day of November, 2020, a copy of the foregoing
3	NOTICE OF ENTRY OF ORDER GRANTING DEFENDANTS' MOTION FOR
4	
5	PRELIMINARY INJUNCTION AND DENYING APPLICATION FOR APPOINTMENT
6	OF RECEIVER were served on the parties listed below via electronic service through Odyssey to
7	the following:
8	Bob Olson, Esq.
9	Nathan G. Kanute, Esq. David L. Edelblute, Esq.
10	Snell & Wilmer L.L.P. 3883 Howard Hughes Parkway, Suite 110
11	Las Vegas, Nevada 89169
12	Email: nkanute@swlaw.com ; dedelblute@swlaw.com Attorneys for Plaintiffs
13	Joseph G. Went
14	Holland & Hart LLP 9555 Hillwood Drive, 2 nd Floor
15	Las Vegas, Nevada 89134
16	Email: <u>igwent@hollandhart.com</u> Attorney for Third Party Defendant
17	
18	/s/ Igor Makarov An Employee of the Law Offices of John Benedict
19	
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APP1571

ELECTRONICALLY SERVED 11/20/2020 4:09 PM

Electronically Filed 11/20/2020 4:09 PM CLERK OF THE COURT

ORDR 1 JOHN BENEDICT, ESQ. Nevada Bar No. 005581 2 LAW OFFICES OF JOHN BENEDICT 2190 E. Pebble Road, Suite 260 3 Las Vegas, NV 89123 Telephone: (702) 333-3770 4 Facsimile: (702) 361-3685 E-Mail: John@BenedictLaw.com 5 Attorneys for Defendants/Counterclaimants/ Third 6 Party Plaintiffs Westland Liberty Village, LLC & Westland Village Square LLC 7 8 EIGHTH JUDICIAL DISTRICT COURT 9 CLARK COUNTY, NEVADA 10 11 FEDERAL NATIONAL MORTGAGE CASE NO. A-20-819412-C ASSOCIATION. 12 DEPT NO. 4 Plaintiff. 13 ORDER GRANTING DEFENDANTS' MOTION FOR PRELIMINARY VS. 14 INJUNCTION AND DENYING WESTLAND LIBERTY VILLAGE, LLC, a APPLICATION FOR APPOINTMENT OF 15 Nevada Limited Liability Company; and RECEIVER WESTLAND VILLAGE SQUARE, LLC, a 16 Nevada Limited Liability Company Hearing Date: October 13, 2020 10:30 a.m. Hearing Time: 17 Defendants. 18 AND ALL RELATED ACTIONS 19

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Defendants' Counter-Motion for a Preliminary Injunction having come before the Court on October 13, 2020, and John Benedict, Esq. appearing on behalf of Defendants Westland Liberty Village LLC and Westland Village Square LLC, and Bob Olson, Esq. appearing on behalf of Plaintiff Federal National Mortgage Association.

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Pursuant to Westland Liberty Village LLC's and Westland Village Square LLC's (in combination "Westland") Counter-Motion for a Temporary Restraining Order and/or Preliminary Injunction ("Motion"), the Affidavit of Yanki Greenspan, the Affidavit of Shimon Greenspan,

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and papers on file herein, including any filed by Plaintiff Federal National Mortgage Association ("Fannie Mae"), as well as Fannie Mae's Application for Appointment of Receiver and supporting papers (the "Application"), and having heard the arguments presented by Counsel, after considering and relying upon only admissible evidence, this Court in part applying its discretion including weighing the credibility of the declarations and other proof submitted in support of and in opposition to the Motions, enters the following findings of fact, conclusions of law, and Orders the following:

FINDINGS OF FACT

1. Fannie Mae admits conducting a property condition assessment at the multi-family

1. Fannie Mae admits conducting a property condition assessment at the multi-family apartment communities owned by Westland and located at 4870 Nellis Oasis Lane, Las Vegas, NV 89115 [Assessor's Parcel Nos. 140-08-710-161, 140-08-711-273 and 140-08-712-289] (the "Liberty Village Property") and 5025 Nellis Oasis Lane, Las Vegas, NV 89115 [Assessor's Parcel Nos. 140-08-702-002 and 140-08-702-003] (the "Village Square Property," or in combination the "Properties") in September 2018.

Westland's Counterclaim and Third Party Complaint, and the Court having reviewed the pleadings

- 2. Westland has submitted evidence that it has spent over \$1.7 million in capital improvements since the property condition assessment was conducted, \$3.5 million in capital improvements since the Properties were purchased, \$1,573,000 in security costs at the Properties, that it employs an on-site staff of 32 employees, all of which support that the condition of the Properties has not deteriorated.
- 3. Westland submitted 2300 pages of work orders and related documents for renovations it performed on vacant units from September 2019 through June 2020, which further supports that the condition of the Properties has not deteriorated.
- 4. Statements from unbiased third-parties, including the Office of the Clark County Commissioner and the Nevada State Apartment Association, support that the condition of the Properties has not deteriorated.

- 5. The Court finds Westland has submitted substantial evidence that no deterioration of the condition of the Liberty Village Property and Village Square Property has occurred.
- 6. The two loan agreements both contain terms, including in Section 6.03(c), requiring a showing of deterioration in order to perform a property condition assessment or take further action related to the Repair Reserve or Replacement Reserve accounts. Without Fannie Mae showing there was deterioration at the Properties, there can be no default by Westland's not placing additional funds into those two accounts. Fannie Mae has not shown deterioration of the Properties. In fact, Westland has shown the opposite at this early stage, even without any formal discovery. The lack of demonstrated deterioration is enough to warrant a preliminary injunction as set forth herein.
- 7. Fannie Mae admits that in August 2018 when the loan agreement for the Liberty Village Property was assumed the parties agreed to a combined total of \$105,032.03 for the Repair Reserve and Replacement Reserve, which was fully funded on the date of the date the loan was assumed, plus an additional monthly Replacement Reserve payment of \$18,600.00.
- 8. Fannie Mae admits that in August 2018 when the loan agreement for the Village Square Property was assumed the parties agreed to a combined total of \$38,287.25 for the Repair Reserve and Replacement Reserve, which was fully funded on the date of the date the loan was assumed, plus additional monthly Replacement Reserve payments of \$10,259.08.
- 9. The undisputed facts establish that Westland paid \$18,600.00 each month for the Liberty Village Replacement Reserve and \$10,259.08 each month for the Village Square Replacement Reserve consistent with the schedules to the loan agreements as executed in August 2018, as well as the principal and interest payments that were required by the loan agreements.
- 10. Fannie Mae admits that its servicer, Grandbridge Real Estate Capital, LLC ("Grandbridge") forwarded a Notice of Demand, dated October 18, 2019, on its behalf that sought a combined \$2.85 million additional reserve deposit from Westland for the Liberty Village Property and Village Square Property, which necessarily was based on a modification of the reserve amounts listed in the loan agreements.

- 11. By relying on the Notice of Demand, Fannie Mae admits that Grandbridge transferred all funds it held on Westland's behalf for each Property from the interest bearing Replacement Reserve account to the non-interest bearing Repair Reserve account.
- 12. Fannie Mae admits forwarding a Notice of Default and Acceleration of Note, dated December 17, 2019, which sought to hold Westland in default under the loan agreements that were assumed with Fannie Mae for not depositing the additional \$2.85 million Fannie Mae demanded, sought acceleration of the note for each Property, and sought not only the full principal balance but also default interest and costs. Fannie Mae further admits that, due to the asserted default, it holds \$1,000,000.00 in insurance proceeds from work Westland had performed, and paid for, at the Properties. Based solely on that purported default, Fannie Mae has refused to turn those funds over to Westland.
- 13. Fannie Mae admits forwarding a Demand and Notice Pursuant to NRS 107A.270, dated December 17, 2019, which sought to revoke Westland's license to collect rents at the Properties, which is based solely on the purported default arising from not depositing an additional \$2.85 million into reserves.
- 14. Fannie Mae admits pursuing a foreclose against Westland's Properties by filing a Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, and taking actions in furtherance of foreclosure against each of the Properties, which is based solely on the purported default arising from not depositing an additional \$2.85 million into reserves.

CONCLUSIONS OF LAW

- 1. NRCP 65(b) provides the Court with the authority to issue a preliminary injunction;
- 2. NRS 33.010 provides that an injunction may be granted in the following cases:
 - a. "When it shall appear by the [pleadings] that the [requesting party] is entitled to the relief demanded, and such relief or any part thereof consists in restraining the commission or continuance of an act complained of, either for a limited period or perpetually."

- b. "When it shall appear by the complaint or affidavit that the commission or continuance of some act, during the litigation, would produce great or irreparable injury to the [requesting party]."
- c. "When it shall appear, during the litigation, that the [non-requesting party] is doing or threatens, or is about to do, or is procuring or suffering to be done, some act in violation of the [requesting parties'] rights respecting the subject of the action, and tending to render the judgment ineffectual."
- 3. A preliminary injunction is available upon a showing that the party seeking the injunction enjoys a "reasonable probability of success on the merits" and that the non-moving party's "conduct, if allowed to continue, will result in irreparable harm for which compensatory damages is an inadequate remedy." *Sobol v. Capital Management Consultants, Inc.*, 102 Nev. 444, 446 (1986); *Clark County School Dist. v. Buchanan*, 112 Nev. 1146, 924 P.2d 716, 719 (1996). The Court "may also weigh the public interest and relative hardships of the parties ..." *Id.* (*citing Pickett v. Commanche Construction Inc.*, 108 Nev. 422, 426, 836 P.2d 42, 44 (1992)).
- 4. The ultimate purpose of the preliminary injunction is to preserve the status quo so as to prevent irreparable harm. *Dixon v. Thatcher et al.*, 103 Nev. 414, 415, 742 P2d 1029 (1987).
- 5. Westland has shown a reasonable probability of success on the merits for the relief it seeks via Counterclaim in this case. This element is thus satisfied in Westland's Counter-Motion for a Preliminary Injunction because Fannie Mae has failed to establish that any default has occurred, and even viewing the evidence and arguments Fannie Mae presented in the best light for it, at best for Fannie Mae there are substantial factual disputes related to whether any default occurred. Fannie Mae's papers admit pursuing a foreclose against Westland's Properties by filing a Notice of Default and Intent to Sell, and such actions may amount to a breach of contract, failure to service the loan in good faith, and may support the other claims and damages in Westland's Counterclaim.

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- 6. Westland would suffer irreparable harm to its interests in real property, to its personnel, and to an ongoing business in the absence of such an order to enjoin Fannie Mae's actions. First, real property is unique. Second, Westland has invested millions of dollars into the Properties, has substantial equity in them, and has significantly improved the living conditions at the Properties. Westland has been recognized by independent third parties for these successes, including lowering the crime rate at the Properties. Specifically, Westland has received various commendations from the Las Vegas Metropolitan Police Department, housing authorities, and the local governments. Third, Westland has invested heavily in personnel for the Properties, including paying in excess of \$1.5M for salaries and related expenses for security personnel. All told, Westland has over thirty people working at the Property, and part of the irreparable harm will be those people losing their jobs if Fannie Mae's foreclosure is allowed to proceed or if the Court appoints a receiver.
- Based upon the above, and all evidence and documentation submitted, and here specifically applying the Court's discretion, the prejudice to Westland is much greater than the prejudice to Fannie Mae if no injunction is issued in this case.
- 8. Issuance of a preliminary injunction as requested by Westland would preserve the status quo until this matter is fully resolved on the merits.
- 9. Westland has met their burden of proof to support this Preliminary Injunction through competent evidence.
- 10. Westland has made a substantial investment in the collateral securing the loan and continue to maintain substantial funds within the Repair Escrow Account and Replacement Escrow Account that render the need for a bond for a preliminary injunction to be de minimus.

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11. Fannie Mae's has not shown good cause for its Application for Appointment of a Receiver because it has not carried its burden to show any default occurred and based on the lack of evidence of irreparable harm or substantial loss to collateral to Fannie Mae.

THEREFORE, IT IS HEREBY ORDERED, ADJUDGED, and DECREED that Defendant's Countermotion for a Preliminary Injunction is **GRANTED**;

IT IS FURTHER ORDERED, ADJUDGED, and DECREED that Plaintiff's Application for Appointment of a Receiver is **DENIED**;

IT IS FURTHER ORDERED, ADJUDGED, and DECREED that:

- (1) Fannie Mae, including, without limitation, Fannie Mae's servicers, agents, affiliates, representatives, officers, managers, directors, shareholders, members, partners, trustees, and other persons exercising or having control over the affairs of Fannie Mae, (collectively the "Enjoined Parties") are enjoined from taking any and all actions to foreclose or continue the foreclosure process upon Westland's Properties, and may not conduct any foreclosure proceeding or foreclosure sale on Properties until further order of this Court;
- (2) The Enjoined Parties may not continue to maintain the Liberty Village Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, which shall immediately be removed from the title of the Liberty Village Property;
- (3) The Enjoined Parties may not continue to maintain the Village Square Notice of Default and Election to Sell under Deed of Trust, dated July 8, 2020, which shall immediately be removed from the title of the Village Square Property;
- (4) The Enjoined Parties may not interfere with Westland's enjoyment of the Properties pending a final determination of the rights and obligations of the parties pursuant to the Multifamily Loan and Security Agreement entered by and between Lenders and Westland on August 29, 2018;

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- (5) Fannie Mae's Application to appoint a receiver is denied, and the Enjoined Parties are further enjoined from and may not do the following acts:
 - a) appoint a receiver;
 - b) take possession of any real or personal property, which prohibition extends to both tangible or intangible property, including, without limitation, all land, buildings and structures, leases, rents, fixtures, and movable personal property that may be identified as "Leases," "Rents" or "Mortgaged Property" in any "Multifamily Deed of Trust, Assignment of Leases and Rents, Security Agreement and Fixture Filing," located at or related to the Village Square Property and Liberty Village Property (hereinafter the "Property") referenced in both parties pleadings;
 - c) obtain possession of, exercise control over, enforce a judgment, enforce a lien, foreclose, enforce a Deed of Trust, or otherwise take any action against the Property, without specific permission from or a further determination of this Court;
 - d) interfere with Westland, directly or indirectly, in the management and operation of the Property, the collection of rents derived from the Property, or do any act which will, or which will tend to, impair, defeat, divert, prevent, or prejudice Westland's use or preservation of the Property (including the leases, rents and reserve-escrow accounts related thereto) or the interest of Westland in the Property and in said leases, rents, and reserve-escrow accounts;
 - e) fail to turn over to Westland the monthly debt service invoices for the Property, which have been withheld between February 2020 and present, and on a going forward basis, Fannie Mae or its servicer will forward the monthly statements Fannie Mae's servicers produce for any borrower who is not in default;
 - f) fail to process loan payments consistent with the terms of the loan agreement, including that Fannie Mae, or its servicer, will return to the ordinary practice of auto-debiting Westland's account for the amount of the non-default normal monthly debt

service payment each month;

- g) retain possession of any funds paid in excess of the non-default monthly debt service payments, which excess funds Westland paid between February 2020 and the present based on the refusal of Fannie Mae's servicer to produce monthly statements to Westland;
- h) fail to disburse or turn over to Westland any funds currently held or initially held in the Restoration Reserve Account, which funds were earmarked for the repair of the fire-damaged buildings, Buildings 3426 and 3517, regardless of whether Fannie Mae continues to maintain those funds in the same account or has transferred those funds to another account;
- i) continue to improperly maintain the funds designated to be held in the interest bearing Replacement Reserve Account for each of the Properties in the non-interest bearing Repair Reserve Account for each of the Properties, to restore any balance that has already been transferred, and to credit the Replacement Reserve Account for the interest that Westland would have earned;
- j) continue to refuse to respond to Reserve Disbursement Requests for more than 10 days, or to fail to disburse funds held in the Repair Reserve and Replacement Reserve escrow accounts in response to requests submitted consistent with the terms of the loan agreements;
- k) continue to maintain the Notice of Demand, dated October 18, 2019, which will be held to be retracted and stricken;
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- m) continue to maintain the Demand and Notice Pursuant to NRS 107A.270, dated December 17, 2019, which will be deemed retracted and stricken;
- n) otherwise displace Westland from the operation or management of the Property;

1	o) take any adverse action against any Westland entity in relation to other loans,		
2	discriminate against or blacklist any Westland entity on new loan or loan refinancing		
3	applications, including by placing Westland on "a-check," adding a fee to any loan		
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7	IT IS FURTHER ORDERED, ADJUDGED and DECREED that the bond amount related to this		
8	preliminary injunction shall be \$1,000.00 for Defendants, which Defendants may also meet by Dated this 20th day of November, 2020		
9	depositing \$1000.00 cash with this Court.	IT IS SO ORDERED.	
10	Dated: November, 2020	Theray I conly	
11		The Honorable Kerry Earley DIST NDT C8EJ6BED D96E	
12		Kerry Earley District Court Judge	
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1	Agreed as to Form and Content:
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3	SNELL & WILMER L.L.P.
4	
5	By: <u>DOES NOT APPROVE</u> Nathan G. Kanute, Esq.
6	Bob L. Olson, Esq. David L. Edelblute, Esq.
7	3883 Howard Hughes Parkway, Suite 1100 Las Vegas, NV 89169
8	Attorneys for Plaintiff Federal National Mortgage Association
9	LAW OFFICES OF JOHN BENEDICT
11	By:/s/ John Benedict
12	John Benedict, Esq. 2190 E. Pebble Road, Suite 260
	Las Vegas, Nevada 89123
13 14	Attorneys for Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village
15	LLC & Westland Village Square LLC
16	Respectfully Submitted:
17	
18	Dated: November 16, 2020
19	LAW OFFICES OF JOHN BENEDICT
20	By:/s/ John Benedict
21	John Benedict, Esq. 2190 E. Pebble Road, Suite 260
22	Las Vegas, Nevada 89123
23	Attorneys for Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village
24	LLC & Westland Village Square LLC
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1	CSERV		
2	DISTRICT COURT		
3	CLARK COUNTY, NEVADA		
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6	Federal National Mortgage,	CASE NO: A-20-819412-B	
7	Plaintiff(s)	DEPT. NO. Department 13	
8	VS.		
9	Westland Liberty Village, LLC, Defendant(s)		
10			
11	AUTOMATED CERTIFICATE OF SERVICE		
12			
13	This automated certificate of service was generated by the Eighth Judicial District Court. The foregoing Order was served via the court's electronic eFile system to all		
14	recipients registered for e-Service on the above entitled case as listed below:		
15	Service Date: 11/20/2020		
16	Joseph Went	jgwent@hollandhart.com	
17	Sydney Gambee	srgambee@hollandhart.com	
18	Brian Dziminski	brian@dziminskilaw.com	
19 20	John Benedict	john@benedictlaw.com	
21	Lara Taylor	ljtaylor@swlaw.com	
22	Nathan Kanute nkanute@swlaw.com		
23	Mary Full	mfull@swlaw.com	
24	Docket Docket	docket_las@swlaw.com	
25	Bob Olson	bolson@swlaw.com	
26	Jacqueline Gaudie	jacqueline@benedictlaw.com	
27			

1	Joyce Heilich	jeheilich@hollandhart.com
2	D'Andrea Dunn	ddunn@swlaw.com
3	Charlie Bowman	cabowman@hollandhart.com
4	Charite Bownian	Caoowinania nonanana t.Com
5	Angelyn Cayton	Angelyn@benedictlaw.com
6	Office Admin	office.admin@benedictlaw.com
7	David Edelblute	dedelblute@swlaw.com
8		
9	If indicated below, a copy of the above mentioned filings were also served by mail	
10	via United States Postal Service, postage prepaid, to the parties listed below at their last known addresses on 11/23/2020	
11	John Benedict	2190 E. Pebble Road
12		Suite 260 Las Vegas, NV, 89123
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Electronically Filed 11/30/2020 4:14 PM Steven D. Grierson **CLERK OF THE COURT** 1 Nathan G. Kanute, Esq. Nevada Bar No. 12413 2 Bob L. Olson, Esq. Nevada Bar No. 3783 3 Kelly H. Dove Nevada Bar No. 10569 4 David L. Edelblute, Esq. Nevada Bar No. 14049 5 SNELL & WILMER L.L.P. 3883 Howard Hughes Parkway, Suite 1100 6 Las Vegas, NV 89169 Telephone: (702) 784-5200 7 Facsimile: (702) 784-5252 Email: nkanute@swlaw.com 8 bolson@swlaw.com kdove@swlaw.com 9 dedelblute@swlaw.com 10 Attorneys for Plaintiff Federal National Mortgage Association 11 **DISTRICT COURT** 12 **CLARK COUNTY, NEVADA** 13 FEDERAL NATIONAL MORTGAGE 14 ASSOCIATION, Case No. A-20-819412-B 15 Plaintiff, Dept No. 13 16 NOTICE OF APPEAL VS. 17 WESTLAND LIBERTY VILLAGE, LLC, and WESTLAND VILLAGE SQUARE, LLC, 18 Defendants. 19 20 21 AND ALL RELATED ACTIONS 22 23 /// 24 /// 25 /// 26 /// 27 /// 28 4840-9742-7411

APP1585

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JIIEII X WIIIIEI LLP.— LAW OFFICES 3883 Howard Hughes Parkway, Suite 1100 Las Vegas, Nevada 89169 702.784.5200	12
S Suite 39169	13
JIICIL & WIIIIICI L.I.P. LAW OFFICES Howard Hughes Parkway, Suite Las Vegas, Nevada 89169	14
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NOTICE is hereby given that Plaintiff Federal National Mortgage Association ("<u>Fannie Mae</u>"), by and through its counsel, Snell & Wilmer L.L.P., appeals to the Supreme Court of Nevada from the Order Granting Defendants' Motion for Preliminary Injunction and Denying Application for Appointment of Receiver, issued on November 20, 2020, filed on November 20, 2020, and for which a Notice of Entry of Order was filed on November 24, 2020.

Dated: November 30, 2020

SNELL & WILMER L.L.P.

By:/s/ Kelly H. Dove

Nathan G. Kanute, Esq. (NV Bar No. 12413) Bob L. Olson, Esq. (NV Bar No. 3783) Kelly H. Dove, Esq. (NV Bar No. 10569) David L. Edelblute, Esq. (NV Bar No. 14049)

Attorneys for Plaintiff Federal National Mortgage Association

4840-9742-7411

	1	CERTIFICATE OF SERVICE
	2	I, the undersigned, declare under penalty of perjury, that I am over the age of eighteen years,
	3	and I am not a party to, nor interested in, this action. On this date, I caused to be served a true and
	4	correct copy of the foregoing NOTICE OF APPEAL by the method indicated:
	5	U. S. Mail
	6	U.S. Certified Mail
	7	Facsimile Transmission
	8	Federal Express
	9	X Electronic Service
	10	E-mail
	11	and addressed to the following:
100	12	John Danadiat Egg
mer	13	John Benedict, Esq. Law Offices of John Benedict
LAW Wilmer LAW OFFICES Hughes Parkway, Suire 1100 egas, Nevada 89169 702.784.5200	14	2190 E. Pebble Road, Suite 260 Las Vegas, Nevada 89123 John@BenedictLaw.com
LAW O Hughes Vegas, N 702.78	15	Attorneys for
Snell LA 3883 Howard Ht. Las Veg	16	Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village, LLC &
3888	17	Westland Village Square LLC
	18	DATED: November 30, 2020
	19	/s/ Maricris Williams
	20	An Employee of Snell & Wilmer L.L.P.
	21	
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		- 3 - APP1587

APP1587

HOLLAND & HART LLP 9555 HILLWOOD DRIVE, 2ND FLOOR LAS VEGAS, NV 89134

APP1588

Electronically Filed

Case Number: A-20-819412-B

9555 HILLWOOD DRIVE, 2ND FLOOR HOLLAND & HART LLP LAS VEGAS, NV 89134

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NOTICE is hereby given that Third Party Defendant Grandbridge Real Estate Capital LLC ("Grandbridge" or "Third Party Defendant"), by and through its attorneys of record, Holland & Hart LLP, hereby appeals to the Supreme Court of Nevada from the Order Granting Defendants' Motion for Preliminary Injunction and Denying Application for Appointment of Receiver entered in this action on the 24th day of November, 2020. DATED this 4th day of December, 2020 **HOLLAND & HART LLP** /s/ Joseph G. Went, Esq Joseph G. Went, Esq. Nevada Bar No. 9220 Lars K. Evensen, Esq. Nevada Bar No. 8061 Sydney R. Gambee, Esq. Nevada Bar No. 14201 9555 Hillwood Drive, 2nd Floor Las Vegas, NV 89134

Attorneys for Third Party Defendant Grandbridge Real Estate Capital, LLC

HOLLAND & HART LLP 9555 HILLWOOD DRIVE, 2ND FLOOR LAS VEGAS, NV 89134

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CERTIFICATE OF SERVICE I HEREBY CERTIFY that on the 4th day of December 2020, and pursuant to N.R.C.P. 5(b), a true and correct copy of the foregoing THIRD PARTY DEFENDANT GRANDBRIDGE REAL ESTATE CAPITIAL, LLC'S NOTICE OF APPEAL was served on the following parties in the manner set forth below: [XX] VIA THE COURT'S ELECTRONIC SERVICE SYSTEM: John Benedict, Esq. Nathan G. Kanute, Esq. Law Offices of John Benedict David L. Edelbute, Esq. 2190 E. Pebble Road, Suite 260 Snell & Wilmer L.L.P. 3883 Howard Hughes Parkway, Suite 1100 Las Vegas, NV 89123 Las Vegas, Nevada 89169 Attorney for Westland Liberty Village, LLC & Westland Village Square LLČ Attorneys for Plaintiff [] HAND DELIVERY E-MAIL TRANSMISSION [] [] U.S. MAIL, POSTAGE PREPAID U.S. MAIL, POSTAGE PREPAID /s/ C. Bowman An employee of HOLLAND & HART LLP 15827418 v1

APP1590

12/22/2020 8:45 AM Steven D. Grierson **CLERK OF THE COURT** 1 Nathan G. Kanute, Esq. Nevada Bar No. 12413 2 Bob L. Olson, Esq. Nevada Bar No. 3783 3 Kelly H. Dove, Esq. Nevada Bar No. 10569 4 SNELL & WILMER L.L.P. 3883 Howard Hughes Parkway, Suite 1100 5 Las Vegas, NV 89169 Telephone: (702) 784-5200 6 Facsimile: (702) 784-5252 Email: nkanute@swlaw.com 7 bolson@swlaw.com kdove@swlaw.com 8 Attorneys for Plaintiff Federal National Mortgage Association 9 10 11 **DISTRICT COURT** 12 **CLARK COUNTY, NEVADA** 13 FEDERAL NATIONAL MORTGAGE ASSOCIATION, Case No. A-20-819412-B 14 Plaintiff. Dept No. 13 15 **ORDER REGARDING: (1) PLAINTIFF'S** VS. 16 MOTION TO STAY PENDING APPEAL WESTLAND LIBERTY VILLAGE, LLC, and ON AN ORDER SHORTENING TIME; 17 (2) THIRD-PARTY DEFENDANT'S WESTLAND VILLAGE SQUARE, LLC, JOINDER; AND (3) DEFENDANTS' 18 Defendants. COUNTER-MOTIONS TO COMPEL COMPLIANCE OR FOR CONTEMPT 19 20 AND ALL RELATED ACTIONS 21 22 Plaintiff Federal National Mortgage Association's ("Fannie Mae") Motion to Stay Pending 23 Appeal on an Order Shortening Time (the "Motion"); Grandbridge Real Estate Capital, LLC's 24 ("Grandbridge") Joinder to Federal National Mortgage Association's Motion to Stay Pending 25 Appeal on an Order Shortening Time (the "Joinder"); Defendants/Counterclaimants/Third Party 26 Plaintiffs Westland Liberty Village, LLC & Westland Village Square LLC's Opposition to 27 Plaintiff's Motion to Stay Pending Appeal on an Order Shortening Time; Opposition to 28 Grandbridge Real Estate Capital, LLC's Joinder; Counter-Motion to Compel Compliance With

APP1591

Electronically Filed

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November 20, 2020 Order; Memorandum of Points and Authorities (the "Countermotion to Compel''); and Defendants/Counterclaimants/Third Party Plaintiffs' Opposition to Grandbridge Real Estate Capital, LLC's Joinder to Plaintiff's Motion to Stay Pending Appeal on an Order Shortening Time; Counter-Motion for Contempt for Failing to Comply with November 20, 2020 Order; Memorandum of Points and Authorities (the "Countermotion for Contempt," together with the Countermotion to Compel, the "Countermotions") came on for hearing on December 17, 2020 at 9:00 a.m. in Dept. XIII of the Eighth Judicial District Court. Kelly H. Dove, Esq. and Bob Olson, Esq. of Snell & Wilmer L.L.P. appeared on behalf of Fannie Mae. John Benedict, Esq. of the Law Offices of John Benedict appeared on behalf of Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village, LLC & Westland Village Square LLC. Joseph G. Went, Esq. of Holland & Hart L.L.P. appeared on behalf of Grandbridge.

The Court, having reviewed the papers and pleadings on file, having heard the arguments of counsel, and with good cause appearing therefore,

IT IS HEREBY ORDERED that Fannie Mae's Motion and Grandbridge's Joinder are **GRANTED** in part and **DENIED** in part.

The Motion is **DENIED** as to the provisions of the Order Granting Defendants' Motion for Preliminary Injunction and Denying Application for Appointment of a Receiver, entered by the Court on November 20, 2020 (the "Order") that require Fannie Mae, its agents, and all those acting in concert with it, to take no steps in furtherance of the Notice of Default recorded against either Property; and **GRANTED** as to any parts of the Order that Fannie Mae and Grandbridge argue are mandatory injunctive provisions. Fannie Mae and Grandbridge shall not be required to undertake affirmative steps as a result of the Order for forty-five (45) days from Notice of Entry of this Order in order to permit Fannie Mae and Grandbridge to seek a further stay from the Nevada Court of Appeals or Supreme Court, but absent such a stay being entered by said court within this temporary stay period, the Order shall be in full force and effect.

IT IS HEREBY ORDERED that Defendants/Counterclaimants/Third Party Plaintiffs' Countermotions are **DENIED**, without prejudice.

///

	1	IT IS SO ORDERED.	
	2	DATED this of December, 20	020.
	3		110-
	4		DISTRICT COURT JUDGE
	5		
	6	Respectfully submitted by:	Approved as to form and content:
	7	SNELL & WILMER L.L.P.	LAW OFFICES OF JOHN BENEDICT
	8	/s/Nathan G. Kanute	/s/John Benedict (with permission)
	9	Nathan G. Kanute, Esq. (NV Bar No. 12413) Bob L. Olson, Esq. (NV Bar No. 3783)	John Benedict, Esq. (NV Bar No. 5581) 2190 E. Pebble Road, Suite 260
	10	Kelly H. Dove, Esq. (NV Bar No. 10569)	Las Vegas, Nevada 89123
	11	3883 Howard Hughes Parkway, Suite 1100 Las Vegas, NV 89169	Attorneys for Defendants/Counterclaimants/Third Party Plaintiffs Westland Liberty Village, LLC & Westland Village Square LLC
00	12	Attorneys for Plaintiff Federal National Mortgage Association Approved as to form and content: HOLLAND & HART L.L.P. /s/Joseph G. Went (with permission)	
llmer s s s9169	13		
Wiln P. FICES Parkway, va da 891.	14		
Snell & Wilmer LLP. LAW OFFICES Howard Hughes Parkway, Suire Las Vegas, Nevada 89169 702.784.5200	15		
	16		
3883	17	Joseph G. Went, Esq. (NV Bar No. 9220)	
	18	Lars K. Evensen, Esq. (NV Bar No. 8061) Sydney R. Gambee, Esq. (NV Bar No. 14201)	
	19	9555 Hillwood Drive, 2nd Floor Las Vegas, Nevada 89134	
	20	Attorneys for Third Party Defendant	
	21	Grandbridge Real Estate Capital, LLC	
	22		
	23	4838-3091-9124	
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Kanute, Nathan

From: Joseph Went <JGWent@hollandhart.com> Sent: Monday, December 21, 2020 3:02 PM

To: Kanute, Nathan

Cc: Dove, Kelly; Olson, Bob

Subject: RE: Federal National Mortgage Association v. Westland Liberty Village, LLC

[EXTERNAL] jgwent@hollandhart.com

Yes. Thanks!

Joseph G. Went, Esq.

Partner, Holland & Hart LLP

9555 Hillwood Dr., 2nd Floor, Las Vegas, NV, 89134

T 702.669.4619 F 702.475.4199





CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message in error; then please delete this e-mail.

From: Kanute, Nathan <nkanute@swlaw.com> Sent: Monday, December 21, 2020 2:52 PM To: Joseph Went <JGWent@hollandhart.com>

Cc: Dove, Kelly <kdove@swlaw.com>; Olson, Bob <bolson@swlaw.com>

Subject: FW: Federal National Mortgage Association v. Westland Liberty Village, LLC

External Email

Joe – Are we good to e-sign for you?

Thanks. Nathan

From: John Benedict < John@benedictlaw.com> Sent: Monday, December 21, 2020 2:50 PM

To: Kanute, Nathan <nkanute@swlaw.com>; Joseph Went <JGWent@hollandhart.com>; Dove, Kelly

<kdove@swlaw.com>

Cc: Olson, Bob <bol>

Solson@swlaw.com>

Subject: Re: Federal National Mortgage Association v. Westland Liberty Village, LLC

[EXTERNAL] john@benedictlaw.com

Yes Nathan, with those redlines accepted, you may affix my e-signature and submit the order. Thank you all for working with us on this.

Sincerely,

John Benedict, Esq.

Martindale-Hubbell® Preeminent Peer Review RatingTM with Very High Criteria for General Ethics

Law Offices of John Benedict 2190 E. Pebble Rd. Suite 260 Las Vegas, NV 89123 tel. (702) 333-3770 fax (702) 361-3685

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From: Kanute, Nathan < nkanute@swlaw.com>
Sent: Monday, December 21, 2020 2:24 PM

To: John Benedict < John@benedictlaw.com >; Joseph Went < JGWent@hollandhart.com >; Dove, Kelly

<<u>kdove@swlaw.com</u>>

Cc: Olson, Bob <bol>Swlaw.com

Subject: RE: Federal National Mortgage Association v. Westland Liberty Village, LLC

John,

Attached is the proposed order in track changes.

We accepted all of your changes, but needed to make a couple changes to make the document internally consistent on how we referred to the parties. We did include Joe's prior change to his name and did notice that Grandbridge was missing in a couple places in the order. Joe has told me that he was fine with these changes and didn't have any others. Joe, please just confirm via email that we can e-sign the clean version of this order for you.

John, can we accept these changes, include your e-signature, and send to the Court for signature?

Thanks, Nathan

Nathan G. Kanute Snell & Wilmer L.L.P. 50 W. Liberty Street, Suite 510 Reno, Nevada 89501

Office: 775.785.5419

nkanute@swlaw.com www.swlaw.com

Pronouns (he/him/his)



Albuquerque, Boise, Denver, Las Vegas, Los Cabos, Los Angeles, Orange County, Phoenix, Portland, Reno, Salt Lake City, San Diego, Seattle, Tucson, and Washington D.C.