

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:  DBSI, INC., <u>ET AL.</u> <sup>1</sup> ,  <div style="text-align: right;">Debtors.</div>	Chapter 11  Case No. 08-12687 (PJW)  (Jointly Administered)
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**NOTICE OF HEARING ON THE ADEQUACY OF DISCLOSURE STATEMENT  
WITH RESPECT TO FIRST AMENDED JOINT CHAPTER 11 PLAN OF  
LIQUIDATION FILED BY THE CHAPTER 11 TRUSTEE AND THE OFFICIAL  
COMMITTEE OF UNSECURED CREDITORS**

**PLEASE TAKE NOTICE** that the United States Bankruptcy Court for the District of Delaware (the “Bankruptcy Court”) has scheduled a hearing (the “Disclosure Statement Hearing”) to consider the adequacy of one or more Disclosure Statements and/or Plan Summaries pursuant to section 1125 of the Bankruptcy Code and Federal Rule of Bankruptcy Procedure 3016(d) (as the same may be amended, the “Disclosure Statement”), with respect to the *First Amended Joint Chapter 11 Plan of Liquidation filed by the Chapter 11 Trustee and the Official Committee of Unsecured Creditors*, dated July 16, 2010 (as the same hereafter may be amended, the “Plan”), filed by James R. Zazzali (“Trustee”), as the trustee for the chapter 11 estates of DBSI, Inc. and its affiliated Debtors and the Official Committee of Unsecured Creditors (the “Committee”) as co-proponents of the Plan (the Trustee and the Committee collectively are referred to herein as the “Plan Proponents”). The Plan is applicable to certain of the Debtors (the “Plan Debtors”) and the Consolidated Non-Debtors.<sup>2</sup>

**PLEASE TAKE FURTHER NOTICE** that the Disclosure Statement Hearing will be held at **2:00 p.m.**, prevailing Eastern time, on **August 16, 2010**, before The Honorable Peter J. Walsh, United States Bankruptcy Judge at the Bankruptcy Court, 824 North Market Street, 6<sup>th</sup> Floor, Courtroom #2, Wilmington, Delaware. The Disclosure Statement Hearing may be continued from time to time without further notice other than an announcement by the Plan Proponents in open court of the adjourned date(s) at the Disclosure Statement Hearing or adjourned hearing, and the Disclosure Statement may be modified, if necessary, prior to, during, or as a result of the Disclosure Statement Hearing, without further notice to interested parties.

<sup>1</sup> The last four digits of DBSI Inc.'s federal tax identification number are 5037. The mailing address for DBSI Inc. is 12426 West Explorer Drive, Suite 220, Boise, Idaho 83713. Due to the large number of Debtors in these jointly administered cases, a complete list of the Debtors, the last four digits of their federal tax identification numbers and their addresses is not provided herein. A complete list of such information may be obtained by visiting the website of the ballot agent at [www.kccllc.net/DBSI](http://www.kccllc.net/DBSI).

<sup>2</sup> The Plan Debtors are DBSI 2005 Secured Notes Corporation, DBSI 2006 Secured Notes Corporation, DBSI 2008 Notes Corporation, DBSI 2008 Development Opportunity Fund LLC, DBSI Land Improvement and Development Fund LLC, DBSI 2006 Land Opportunity Fund LLC, DBSI Real Estate Funding Corporation, DBSI Short Term Development Fund LLC, DBSI 2001A Funding Corporation, DBSI 2001B Funding Corporation, DBSI 2001C Funding Corporation, DBSI Guaranteed Capital Corporation, DBSI Inc., DBSI Development Services LLC, DBSI Discovery Real Estate Services LLC, DBSI Land Development LLC, DBSI Properties Inc., DBSI Realty Inc., DBSI Asset Management LLC, FOR 1031 LLC, Spectrus Real Estate Inc., DBSI Western Technologies LLC, DBSI Securities Corporation and DCJ Inc., The Consolidated Non-Debtors are DBSI Redemption Reserve Fund, DBSI Investments Limited Partnership, Stellar Technologies, LLC and the Non-Debtor Affiliates identified on Schedule J to the Disclosure Statement.



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**PLEASE TAKE FURTHER NOTICE** that any objections to the approval of the Disclosure Statement must be (i) in writing, (ii) state the name and address of the objecting party and nature of the claim or interest of such party, (iii) state with particularity the basis and nature of any objection, and (iv) be filed, together with proof of service, with the Court and served so as to be actually received no later than **4:00 p.m.** (prevailing Eastern time), on **August 6, 2010**, by: (a) the Clerk of the Bankruptcy Court, 824 North Market Street, 3rd Floor, Wilmington, Delaware, (b) Office of the United States Trustee for Region 3, 844 King Street, Suite 2207, Lockbox 35, Wilmington, DE 19801 (Attn: Richard Schepacarter, Esq.), (c) Gibbons P.C., attorneys for the Trustee, (i) 1000 North West Street, Suite 1200, Wilmington, DE 19801-1058 (Attn: William R. Firth, III, Esq.) and (ii) One Gateway Center, Newark, NJ 07102-5310 (Attn: Karen A. Giannelli, Esq.), and (d) Greenberg Traurig LLP, attorneys for the Committee, (i) The Nemours Building, 1007 North Orange Street, Suite 1200, Wilmington, DE 19801 (Attn: Donald J. Detweiler, Esq.) and (ii) 2450 Colorado Avenue, Suite 400E, Santa Monica, CA 90404 (Attn: Michael H. Goldstein, Esq. and Nathan Schultz, Esq.).

**PLEASE TAKE FURTHER NOTICE** any party in interest wishing to obtain a copy of the Disclosure Statement may access and download a copy, free of charge, by visiting the website of the ballot agent at [www.kccllc.net/DBSI](http://www.kccllc.net/DBSI), or by contacting the ballot agent at the address and telephone number indicated below:

Kurtzman Carson Consultants LLC, Ballot Agent  
2335 Alaska Avenue  
El Segundo, CA 90245  
Telephone: (888) 830-4648

Information on the Disclosure Statement is also available on the Bankruptcy Court's website at [www.deb.uscourts.gov](http://www.deb.uscourts.gov) for individuals who have a login and password for the Public Access to Court Electronic Records system.

Dated: July 16, 2010

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