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Attorney for C. Barry Zimmerman,
Chapter 7 Trustee

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UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF IDAHO

IN RE:

FRANK L. CHAPIN and
SYDNEY L. GUTIERREZ-CHAPIN,

Debtors.

CASE NO. 02-20218

**TRUSTEE'S RESPONSE TO
EMERGENCY MOTION TO
ABANDON INTEREST IN
REDEMPTION RIGHTS**

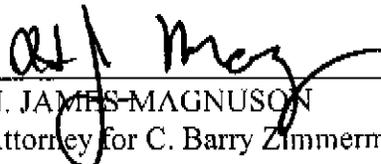
COMES NOW, C. Barry Zimmerman, Trustee, and in response to the Debtors' Emergency Motion to Abandon Bankruptcy Estate Interest in Redemption Right states that the Trustee has no objection to entry of an order granting the motion as the redemption rights relating to the Linden property are of inconsequential value and benefit to the Estate.

The Trustee has investigated assets of the Estate. One potential asset is a parcel of real property in Bonner County, which was titled in the name of Financial Management Services, Inc., when this bankruptcy was filed. Debtors in their schedules refer to this as the "Linden" property. Debtors subsequently stipulated that Financial Management Services, Inc., is a sham corporation wholly owned and operated by the Debtors. The Linden property was subject to a mortgage held by Robert M. Linden, Jr., and Patricia A. Linden recorded in September of 1994. The Lindens filed a foreclosure action in Bonner County against Financial Management Services, Inc., and others. The property was sold by the Sheriff of Bonner County pursuant to an Order of Sale on or about May 27, 2003, subject to one year's redemption rights.

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The Trustee has attempted to sell the redemption rights for value but has received no serious interest or offers. Since the redemption rights expire in the near future and the Estate has no ability or interest in exercising the redemption rights, the rights are of inconsequential value.

DATED this 21 day of May, 2004.



H. JAMES MAGNUSON
Attorney for C. Barry Zimmerman,
Chapter 7 Trustee

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was sent by fax on the 21 day of May, 2004, to:

Frank L. Chapin
Sydney L. Gutierrez-Chapin
319 Church Street
Sandpoint, ID 83864
Fax: (208) 263-3390

