

APPROVED CLAIM PROCEDURES

- Within 30 days of entry of an order approving the claim procures, the Receiver will send out claims notices to investors. The claims notice will explain the claim procedures, state the proposed allowed claim amount for each investor, and provide the Receiver's calculation of the amount.

- If investors do not dispute the proposed allowed claim amount stated in their claims notice, they need only indicate that they do not dispute their claim on the Claims Submission Form, fill out the W-9 form, and send both documents (preferably by email, but fax and mail accepted) no later than 60 days from the date of their letter. The Receiver will file a motion for approval of all proposed allowed claim amounts ("Claims Approval Motion") and recommend that their claims be allowed in the amount stated in the claims notice. If, on the other hand, investors dispute the proposed allowed claim amount stated in their claims notice, they will have 60 days from the date the claims notice is mailed to them to complete the Claims Submission Form, state their dispute, provide copies of all documents supporting their calculation of their claims, and complete the W-9 form. Again, transmitting these documents to the Receiver by email is preferred, but fax and mail is accepted.

- The Receiver's office will review all disputes and documentation provided, contact investors who have disputed their claims, and attempt to resolve the claim disputes with them.

- For claim disputes that cannot be resolved by agreement between the Receiver and the investor, the Receiver will state in the Claims Approval Motion that the claim is disputed, including the basis for the dispute. Investors with disputed claims, if they choose, can oppose the Claims Approval Motion, and the Receiver can respond to any and all oppositions filed. The deadline for investors to oppose the Claims Approval Motion will depend on the hearing date for the motion and will be stated in the motion. The deadline for oppositions to motions is generally 21 days prior to the hearing date for the motion.

- The Court, in its discretion, can hold a hearing and consider the oral arguments of the Receiver and the applicable investors regarding disputed claims. Whether or not a hearing is held, the allowed amounts of all claims, including disputed claims, will be decided by the Court in its order on the Claims Approval Motion. The Court, in its discretion, can also refer disputed claims to an abbreviated arbitration process. In the event a disputed claim is referred to an abbreviated arbitration, the Receiver will notify the applicable investor(s) and provide instructions/procedures for completing the abbreviated arbitration process. At the conclusion of the abbreviated arbitration, the arbitrator's recommendation regarding the allowed amount of the claim will be submitted to the Court for approval.