



September 18, 2009

Dear Parish Investors:

This letter provides an update with respect to the administration of the Receiver Estate, as well as the status of the claims resolution process and the potential distribution of the Estate. Regarding the administration of the Estate, the Estate currently has approximately \$9.5 million cash on hand. This amount includes the proceeds from the settlement with Legare & Bailey referenced in our last investor update letter, which totaled approximately \$950,000. While we expect to collect additional funds through various efforts, future recoveries likely will diminish as the case winds down.

We continue our efforts to sell the relatively few “hard assets” remaining in the Receiver Estate. Auctions for the remaining items from the fine art collection, the rare books, and various miscellaneous assets are scheduled to occur between September and December 2009. The assets have been placed with the auction houses most suited to their individual customer markets. Not surprisingly, the current state of the economy makes these sales very challenging, and the items remaining are among the least readily marketable. As with virtually all other liquidation efforts, we do not expect to recover the amount Parish spent on these assets; however, we are expending every cost-effective effort to maximize whatever value may be recoverable for these items.

In August, we sold one of the properties in Highlands, North Carolina, netting \$458,000 for the Estate. The remaining real estate includes another vacation home in Highlands, North Carolina, a Disney timeshare in Orlando (which is under contract), and a 23.92 acre tract of raw land. We will continue to market all of these properties and are trying to realize their market value, while also taking into consideration the cost to maintain them in the Estate.

As previously indicated, the Receiver and his counsel have been unable to resolve issues with Robert Pearlman, the attorney for Parish and Parish Economics. While we continue to explore litigation alternatives, investors who believe that they have claims against Mr. Pearlman should consult with counsel of their own choosing. It is possible that the Receiver and his counsel will decide not to spend time and money on litigation with Mr. Pearlman.

In regards to the status of the claim resolution process, the deadline of August 10, 2009 for investors to file a Disputed Claim objecting to the Receiver’s determination of their claims has now passed. We are currently in the process of working with investors who have filed Disputed Claims to attempt to resolve their disputes, as well as compiling the list of allowed claims for review by the Court.

The Court has not yet ruled on the method of distribution to be used in this case. Once the Court rules on the method of distribution and we resolve all Disputed Claims, we will be in a position to present the list of allowed claims to the Court for approval. After the Court has approved the claims, we will begin making initial distribution payments to investors. Our hope is that this can be accomplished by year-end, but much will depend on factors beyond our control.

In the initial distribution, we will not distribute all cash on hand. It is necessary to reserve reasonable amounts to pay administrative expenses and to satisfy any contingent obligations, including taxes, which might arise before we are able to close the receivership. While we do not believe that there should be income tax liabilities, we must work through these issues with the IRS prior to disbursing all of the cash on hand.

As indicated in many of our reports and updates, it is very important that you consult with your tax advisor regarding the effect that these events may have on your personal tax situation. You may be entitled to significant deductions and/or refunds. We have posted tax memos on our web site that contain valuable information in this regard.

If you have questions, please contact us through our web site or use our investor hot-line at 404-926-0059.

Sincerely,

S. Gregory Hays, Receiver