



January 25, 2010

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 \$9.7 million cash on hand. While we expect to collect some additional funds in the future through various efforts mostly centered in some remaining asset sales, those future recoveries will diminish as the case winds down.

We have completed our efforts to sell Parish's "hard asset" collection. Collection of the final proceeds for items sold in late 2009 will be complete in January 2010. The total recovery from the sales of hard assets exceeds \$6.0 million dollars, the majority of which is included in the \$9.7 million in cash on hand discussed above.

At present, we have now sold all of the real properties in the receivership. In October, we sold the Disney timeshare, netting \$12,200 for the Estate. In December, we sold the 23.92 acre tract of raw land and the final Highlands, North Carolina property, netting a total of \$310,300 for the Estate. Since the receivership began, total recoveries for properties sold stands at \$1,446,000, and total rental income is \$64,000.

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.

Since our most recent update letter in September, we have completed the process of resolving all of the Disputed Claims filed by investors and have presented the Court with two Schedules listing the allowed amounts of each investor and creditor claim. Aside from some minor modifications that will only affect a handful of investors who will be notified individually, the Court approved the two Schedules during a hearing on January 15, 2010. In the same hearing, the Court ruled on the method of distribution to be used in this case, approving the "Rising Tide" distribution method proposed by the Receiver.

After the period for appeals from the Court's Orders has expired, and assuming that no appeal is filed which would require the distribution to investors to be delayed, the Receiver will

make an initial distribution to claimants in accordance with the amounts of their allowed claims. Barring any appeals of the Judge's ruling, we anticipate that this initial distribution will occur in early March. In this 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 changed your mailing address since filing your claim, please contact Shuwanda Sloane at 404-926-0059 with the correct mailing information. Also, if you have questions, please feel free to contact us through our web site or use our investor hot-line at 404-926-0059.

Sincerely,

S. Gregory Hays, Receiver