



July 16, 2008

RE: Securities and Exchange Commission v. Global Finance & Investments, Inc., et al.

Dear Investor:

Since our last update, our focus has been on identifying and investigating all recoverable assets, accounting for all funds and reviewing claims. These tasks are and will continue to be our focus over the upcoming months.

We believe we have identified and recovered the majority of the recoverable funds. Several potential recoveries remain, however, the pursuit of these recoveries has proven to be difficult and the outcome less certain. The remaining recoveries involve two loans, three payments to unrelated parties, each in excess of \$150,000, and the collection of a judgment for \$143,000. We will continue to pursue the remaining recoveries based upon a "cost/benefit" analysis. In other words, we will continue to diligently work toward these recoveries until and unless it becomes apparent that our efforts to recover these funds is not worth the time and expense to do so.

We have begun the claims review process. The process involves comparing the backup information submitted by investors with bank records and the records maintained by Level Par, Sterling Meridian, KGS Group and others. We received a total of 85 proofs of claim with a claimed amount owed of \$11,476,000. The incomplete nature of the records the Receiver recovered from the Defendant entities has made this process more time consuming than normal. You may be contacted by our office regarding additional documents or clarity so that we can finalize the claims amounts.

We are currently holding \$7,258,118.44 in an interest bearing account at the current market rate. These funds along with any additional recoveries will be used to pay the ongoing expenses of the estate and investor claims. Depending on several factors, we likely will be making an interim distribution upon completion of the claims review process.

I encourage you to consult the website (www.haysconsulting.net/globalfinance.html) to find relevant information on this case. Please understand that our staff is working diligently on this case and time spent on phone calls requesting routine updates of information that is otherwise available on the website may further delay this process. However, if you do need to call my office about a specific issue, please contact Shuwanda Sloane at (404) 926-0059. You may also contact us via e-mail at global.receiver@haysconsulting.net.

Sincerely,

/s

S. Gregory Hays, Receiver

cc: United States District Court, Sherman Texas
Timothy S. McCole, Esq., Securities and Exchange Commission
J. David Dantzler, Esq., Counsel for Receiver
Clark B. Will, Esq., Counsel for Receiver