

July 31, 2008

Dear Parish Investors:

This is a brief update regarding the status of this case, as well as some general insight as to what we expect to happen in the coming months. Our primary focus now is on activities associated with generating funds from all of the pending asset sales and recoveries from third-parties. We also are performing a detailed claims review and analysis to determine the precise amount of valid claims so that a distribution can be made to investors.

As of the date of this letter, we have approximately \$4.5 million cash on hand, and we expect that the remaining asset sales, settlements and other recoveries will net several million additional dollars. Our previous projections regarding a likely distribution have not changed materially. We hope to be in a position to distribute funds to investors in late 2008 or early 2009, but this will ultimately depend on how long it takes to liquidate the remaining assets, resolve the third-party claims and deal with the many issues regarding investors' claims. Some of these variables are beyond our control and will affect both the amount and the timing of the distribution.

As you probably know, on June 26, 2008, Al Parish was sentenced to serve 24 years, 3 months in prison and was ordered to pay \$66 million in restitution. We have posted copies of many of the news articles about the sentencing on our website. The distribution made in this case will be credited against the restitution amount. While we believe that we have identified and recovered all of Parish's assets, the restitution order will remain in place after the receivership is concluded.

Consistent with our prior reports and updates, we recently have completed auctions of Parish's coin collection and the remaining animation art. We are pleased with the results of both. The coin auction netted approximately \$1.25 million, which actually is more than Parish paid for these assets. The animation auction netted approximately \$400,000, which was a good result, but much less than the amount Parish paid for these items. The result is that most of the "hard assets" have now been sold. Between now and the end of the year, we plan to conduct several auctions of the remaining pens, jewelry and art. We continue to try to sell various unique items to interested parties.

Efforts to sell various real estate assets are ongoing. The two vacation homes in Highlands, N.C. are the most valuable. In conjunction with the mortgage lender, we are continuing to try to sell the retail property in Summerville, but the market is very soft. Because the property is heavily mortgaged, the Receiver Estate does not expect to receive any more than approximately \$20,000 if and when it sells. There are two undeveloped parcels in Hollywood, S.C. that will be sold, and we are in the process of investigating and recovering a few residential properties that served as collateral for loans made by Parish or Parish Economics. All real estate sales will require court approval.

While the court approved the Receiver's settlement with CSU, motions for reconsideration were filed by some of the objecting investors. One or more of them may appeal. Accordingly, we have not yet received the approximately \$3.9 million from CSU (and will not until these proceedings run their course).

On July 11, 2008, we filed a motion seeking approval of a settlement with Legare & Bailey and various affiliated individuals. Legare & Bailey was the accounting firm that prepared tax returns for Parish Economics (and the K-1's that were sent to investors). While there is no evidence that any of the settling parties were knowingly complicit in Parish's scheme, we did assert negligence claims. The structure of the settlement is similar to the CSU settlement, including a bar order prohibiting the filing of other claims. If approved, the settlement will result in approximately \$950,000 being paid to the Receiver Estate (which includes more than 90% of the available insurance coverage).

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.

Be assured that we remain committed to maximizing recoveries on a cost effective basis. The unfortunate reality of this case continues to be that there are simply not enough assets to cover the majority of investors' losses.

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