

October 24, 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 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 and creditors.

As of the date of this letter, we have approximately \$4.2 million cash on hand, and we expect that the remaining asset sales, settlements and other recoveries will net additional funds. Our previous projections regarding a likely distribution have not changed materially. We hope to be in a position to distribute funds to investors in the first quarter of 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.

Consistent with our prior reports and updates, we recently have completed auctions of Parish's coin collection and the remaining animation art. Overall, we are pleased with the results. The coin auction netted approximately \$1.25 million, which actually is more than Parish paid for these assets. The animation auction netted approximately \$305,000, which is only a fraction of the amount Parish paid for these items, partly because of the weak US economy and its impact on international markets. 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 on an item-by-item basis to maximize the potential return to the Receiver Estate.

The Receiver is continuing his efforts to sell various real estate assets. Since the last report, we have sold the 16 acre parcel in Hollywood, South Carolina, for a net to the Receiver Estate of \$136,000. We also have three properties currently under contract; the commercial building in Summerville, a recently recovered condominium in Summerville, and a home in Ladson, which was collateral for certain loans taken out by Parish. We also are continuing to market the two vacation homes in Highlands, North Carolina. Of the real property still in the Estate, these properties are the most valuable, but the market in this area remains very weak. Additionally, we expect to recover a 24 acre tract of raw land into the Estate very soon, and already have parties interested in this property.

While the court approved the Receiver's settlement with Charleston Southern University ("CSU"), one of the objecting investors has appealed the Court's Order. Accordingly, we have not yet received the approximately \$3.9 million from CSU (and will not until the appellate proceedings run their course). The appeal process will likely take many months and could affect our ability to make a distribution in early 2009.

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). The structure of the settlement is similar to the settlement the Receiver reached with CSU, including a bar order prohibiting the filing of other claims related to the Parish investment scheme against Legare & Bailey. One investor has filed an objection to the Receiver's settlement and, therefore, the Court must decide whether to approve the settlement. 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). The hearing on this issue is set for November 18, 2008.

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