



June 27, 2008

Dear Investor:

We are entering the later stages of this case. Prior to distributing funds to investors, the major tasks remaining involve the pursuit of the few remaining recoveries and completing the claims review process. We are working diligently on both.

Over the past several months we have pursued, settled and recovered funds for the benefit of the investors. Some of the more significant recoveries include \$800,000 received for Mr. Correll's interest in a private magazine and a recent settlement of \$500,000 for a promissory note relating to Mr. Correll's prior business investment. The Receiver Team is working to liquidate the remaining assets in the Receivership Estate, which consist of investments in other business ventures, many of which are highly speculative/questionable investments and several other miscellaneous recoveries.

The Court set February 18, 2008 as the deadline for filing claims. There were a total of 1,430 claims filed by investors who invested directly with Horizon Establishment or one of its facilitators. It appears that over half of the claims were filed by investors who did not invest directly with Horizon but rather through one of the major facilitator groups. We have developed a claims administration process that is reasonable under the circumstances of this case and that is cost effective. Because we are still analyzing the claims, we are not yet able to estimate the total loss. The entire process will take a number of months to complete, and much will depend on the quality of information provided by investors and our ability to resolve issues with those with whom we might disagree.

To date, we have recovered \$7.19 million, from which the expenses of administration, including professional fees, have been or will be paid after approval by the Court. We currently have approximately \$4.79 million in cash on hand. As previously stated, it is difficult to predict the amount of additional recoveries and the cost to effect them; and we will pursue recoveries only if we believe there is net value to the Receiver Estate. Currently, we estimate that the ultimate distribution will be well below \$10 million, which will result in recovery to investors of only a small percentage of the amount lost. Unfortunately, this is most often the result in cases involving large Ponzi schemes.

Finally, as you may already know, Travis Correll has pleaded guilty to criminal charges filed in Atlanta. He was sentenced to 12 years in federal prison and ordered to pay \$29 million in restitution.

If you should have any questions or concerns, please contact Shuwanda Sloane at 404-926-0059.

Sincerely,

/s

S. Gregory Hays, Receiver