



October 8, 2009

**RE: Securities and Exchange Commission v. Travis E. Correll, *et al.***

Dear Investor/creditor:

In early July 2009, you should have received your first distribution totaling 4% of your Allowed Claim. If you did not receive a distribution check and you believe you are entitled to one, please contact our office as soon as possible. As we said in the letter accompanying the first distribution check, the ultimate resolution of the remaining case and recovery matters would dictate the amount and timing of the second distribution. With the large number of allowed creditors, we are striving for one final distribution, but that may change depending on how quickly the remaining matters described below are resolved. It is our intention to make a second and/or final distribution as soon as is practical.

The Receiver is currently holding approximately \$1.94 million in his accounts. The majority of the remaining funds are from the liquidation of the assets of Gregory Thompson. The funds are being held by the Receiver pending a monetary settlement or judgment against Mr. Thompson. We believe this matter will be resolved shortly.

As reported in our most recent letter to investors in July, there are only a few remaining recoveries being pursued for the estate. The Receiver will continue to pursue the remaining recoveries only to the extent he determines that they will likely result in a recovery to the estate. The statuses of the additional potential recoveries reported in July are as follows:

- (a) The Receivership recovered \$177,852 from the estate of Robbie Gowdey. With Mr. Gowdey's passing, this payment resolves all matters with Mr. Gowdey.
- (b) We continue to monitor the ongoing lawsuit against Bank of America and our claim in the bankruptcy case of Sentinel Funds, both of which are being pursued independently of this Receivership. We believe there may be a distribution to the Receivership from the bankruptcy case of between \$100,000 and \$200,000, but the timing of the distribution is difficult to estimate. We are unable to estimate at this time the likely amount the estate will recover, if any, in the lawsuit against Bank of America.
- (c) After reviewing the issues surrounding the pursuit of funds diverted to an account in Antigua, the Receiver has determined that the anticipated expenses of pursuing the recovery outweigh the estimated potential recovery. Accordingly, we will not continue pursuing these funds.
- (d) The SEC filed a complaint against the perpetrators of the investment scheme referenced in our July letter. If the case is placed into receivership, it is unclear at this point whether the Receiver will be able to make a claim on behalf of Travis Correll.

If you should have any questions or concerns, please contact Shuwanda Sloane at 404-926-0059. You may also contact us via e-mail at [tec.receiver@haysconsulting.net](mailto:tec.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, Jr. Esq., Counsel for Receiver  
Clark B. Will, Esq., Counsel for Receiver