

# Alanar Receivership

**Re: Important Information Regarding Claims Procedure for Investors in “Category B” Bond Issues and Churchmen’s Bond Funds**

Dear Alanar Investor:

In August 2007, the U.S. District Court for the Southern District of Indiana formally adopted a plan for the distribution of the assets of the Alanar Receivership Estate. Copies of the plan were mailed to all investors last September and may be viewed online at [www.alanarinfo.com](http://www.alanarinfo.com)

Under the terms of the plan approved by the Court, the Alanar bond issues are divided into one of two primary categories, designated as either “Category A” or “Category B.”

Category A Bond issues consist of those bond issues that have filed an election agreement with the Receiver as of April 14, 2008 and are either current in their payments or have paid off their entire obligation in full. A list of the bond issues determined by the Receiver to qualify for Category A status is enclosed. Investors in the Category A bond issues will soon be receiving additional information regarding the future administration of and the distributions to investors to be made from these bond issues.

Under the approved plan, the sums collected for the benefit of the investors in the “Category B” bond issues, as well as the investors in the Churchmen’s Bond Funds, will be pooled into a common fund (the “Common Fund”). Distributions from the Common Fund to investors in the Category B bond issues and the Churchmen’s Bond Funds will be made on a pro rata basis in accordance with each investor’s Adjusted Net Investor Claim (ANIC). No date has yet been determined for the initial distribution from the Common Fund.

**Enclosed you will find important information regarding the claims procedure for investors in the Category B bond issues and the Churchmen’s Bond Funds. Please take the time to read this information carefully.** Included with these materials is your ANIC statement, which reflects your investment history in the Category B bond issues and the Churchmen’s Bond Funds during the period from January 1, 1998 forward.

Many investors have investments in both Category A and Category B bond issues. Please note that activity relating to any investments that you may have in any Category A bond issues **is not** included in the calculation of your ANIC. Distributions to investors in the Category A bond issues will be made outside of this claims process at a date to be determined in the future.

Investors who agree with the calculation of their ANIC **do not** need to take any action to preserve their claims. If, however, you disagree with the calculation of your ANIC, it

will be necessary to submit a statement of claim form by **August 15, 2008** in accordance with the directions contained in the enclosed materials.

It is unlikely that any investor will recover the full amount of the calculated ANIC. The calculated ANIC will be used to allocate pro rata shares of assets and funds that become available for distribution to investors. In addition, investors who have zero or negative ANICs may not be entitled to participate in distributions from the Common Fund.

Thank you for your attention to this matter. Again, I strongly encourage you to read the enclosed materials very carefully as they contain important information regarding your Alanar investments.

Bradley W. Skolnik  
Alanar Receiver