

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF INDIANA
INDIANAPOLIS DIVISION

UNITED STATES SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

v.

ALANAR, INC., et al.,

Defendants,

and

CHURCHMEN'S INVESTMENT CORPORATION,
et al.,

Relief Defendants.

CIVIL ACTION NO.:

1:05-CV-1102-DFH-TAB

Judge: David F. Hamilton

Magistrate Judge: Tim A. Baker

NOTICE OF FILING OF PROPOSED TRADE CREDITOR CLAIMS PROCEDURE
AND OPPORTUNITY FOR OBJECTIONS

To: All Interested Parties in the Alanar Receivership, including Trade Creditors of Alanar, Inc. and related entities

Notice: Notice is hereby given that a proposed Trade Creditor Claims Procedure has been filed in the above-entitled action by the Court-appointed Receiver, Bradley W. Skolnik, and recommended for adoption by the Court. The Receiver's motion requesting adoption of the Trade Creditor Claims Procedure also contains a procedure to permit trade creditors of Alanar, Inc. and related entities, as well as interested parties, to express their views, including objections, concerning the proposed Trade Creditor Claims Procedure, and if necessary, for the Court to hold a hearing on any such objections.

Objection Procedure: Interested parties will be given the opportunity to file written objections, comments, or recommendations concerning the proposed Trade Creditor Claims Procedure. Please send any comments or objections you may have **in a letter or e-mail to the Court. To be considered by the Court, any letter or e-mail must be sent to the Clerk of the United States District Court for the Southern District of Indiana (hereinafter referred to as the "Court Clerk"), 46 East Ohio Street, Room 105, Indianapolis, Indiana 46204, with a copy to the Receiver, Bradley W. Skolnik (including any attachments thereto) c/o Stewart & Irwin, P.C., 251 East Ohio St., Suite 1100, Indianapolis, IN, 46204. E-mails should be sent to the Court Clerk at sec-alanar@insd.uscourts.gov, with copies to the Receiver at receiver@silegal.com. All objections or comments must be received no later than August 8, 2008 (herein after referred to as the "Objection Bar Date"). Except for good cause shown, any objections, comments, or recommendations not received by the Court Clerk by the Objection Bar Date shall conclusively be deemed waived. IF SUFFICIENT OBJECTIONS**

ARE MADE TO THE PROPOSED CLAIMS PROCEDURE, THE COURT MAY SCHEDULE A HEARING FOR A FUTURE DATE AND TIME TO CONSIDER THOSE OBJECTIONS.

If you wish to review all the details of the proposed Trade Creditor Claims Procedure, it may be viewed and downloaded from the Receiver's website, www.alanarinfo.com. You may also view and download a copy of this Notice, the Receiver's motion seeking adoption of the proposed Trade Creditor Claims Procedure, and all attachments to the motion.

This summary of the proposed Trade Creditor Claims Procedure may be helpful: The Receiver will mail a claims packet to all known Trade Creditors (under the claims procedure, "Trade Creditors" are defined as: (a) natural persons and entities that have provided goods or services to or otherwise have non-investment claims against Alanar, Inc. and related entities; (b) governmental agencies with non-investment claims against Alanar, Inc. and related entities; and (c) those entities which issued bonds underwritten by Alanar, Inc. or related entities) within 30 days after the Court approves the claims procedure. The Receiver will also provide a claims packet to anyone else who requests one. The claims packet will include a Proof of Claim Form to be filled out by any Trade Creditor seeking payment from the Receivership Estate. Any Trade Creditor seeking payment must complete the Proof of Claim Form (along with supporting documentation) and file the completed Form with the Receiver within a proposed time limit (proposed to be 75 days after the Court approves the proposed Trade Creditor Claims Procedure). Properly completed and timely filed Proof of Claim Forms will then be considered by the Receiver to determine the amount and validity of any claim.

Under the proposed Trade Creditor Claims Procedure, Trade Creditors with valid claims will have an "ATCC" or "Adjusted Trade Creditor Claim" calculated by the Receiver. For those Trade Creditors which did not issue bonds, the Receiver will calculate the ATCC by determining the dollar amount of goods or services provided to Alanar, Inc. or a related entity by a Trade Creditor prior to the date of the Court's Order appointing the Receiver (December 20, 2005), and then by subtracting any payments made to that Trade Creditor. For Trade Creditors who issued bonds underwritten by Alanar, Inc. or a related entity, the Receiver will calculate the ATCC by subtracting all payables from all receivables for each of the issuer's Bond Issues. For any Trade Creditors with multiple claims, the Receiver shall net positive and negative ATCCs to arrive at one combined ATCCs for each Trade Creditor. **Trade Creditors who agree with the Receiver's determination of the validity of their claim and the calculation of their ATCC do not need to take any further action.**

Trade Creditors who disagree with the Receiver's determination of the validity of their claim or the calculation of their ATCC may request a redetermination of their Claim by the Receiver by filing such a request with supporting documentation within a proposed time limit (proposed to be 30 days after the Receiver notifies the Trade Creditor of his determination of the validity and amount of the claim). Any Trade Creditor who is dissatisfied with the Receiver's decision regarding their request for redetermination will have an opportunity to ask the Court for a final determination. **For full details on the proposed Trade Creditor Claims Procedure, visit www.alanarinfo.com.**

There can be **no assurance** that any Trade Creditor will recover the calculated ATCC. The calculated ATCC will be used to allocate fair shares of assets that become available for distribution from the Receivership Estate.