

LIBERTY TRADE INTERNATIONAL, INC.,  
IN RECEIVERSHIP

Raymond J. Peroutka, Jr., Receiver  
c/o Invotex Group  
1637 Thames Street  
Baltimore, MD 21231

July 10, 2006

To: All Claimants and Participants

RE: Liberty Trade International, Inc., in Receivership

Dear Sir or Madam:

As many of you are aware, the Circuit Court for Baltimore County placed Liberty Trade International (“Liberty”) and David M. Robinson (“Mr. Robinson”) into receivership and appointed me as Receiver. The documents that evidence these actions can be found in the *Documents* section of this website.

Proof of Claim forms are still being received with more than 1,014 Proof of Claim forms in hand at a total claim amount of \$6,495,129.

As discussed in prior correspondence, the receivership process has several steps. They include:

- 1) Identifying and safeguarding the assets,
- 2) Converting the assets to cash,
- 3) Identifying all claimants,
- 4) Determining the proper amount of each claim,
- 5) Determining the total amount of all claims, and
- 6) Distributing available funds to all claimants in the proper proportion.

Step One appears complete. My staff and I are finishing up looking through the bank records for indications of other purchases but do not anticipate discovery of any other significant assets of Liberty.

Step Two continues and will most likely continue right up to final distribution of assets. Some furniture has been sold and an auction is being planned for the balance. The automobiles in my possession are being properly titled and will be auctioned. The first real estate property was sold last week. There are still dozens of lots and homes that need to be sold; I believe it will take several months to close out these investments.

Step Three appears to be nearly complete; we are receiving fewer and fewer contacts as well as Proof of Claim forms from prospective claimants. **The deadline for filing claims has been set by the Circuit Court of Baltimore County as September 15, 2006.** After that date we will know the total of all claims submitted. Step Three will be considered complete on that deadline date.

Step Four, a full accounting of Liberty’s bank accounts is continuing but has been hampered by missing bank records. The reconciliation of Proof of Claims to the bank statements is nearing completion, and we hope in the next four to six weeks to begin one-on-one claim adjustment with the investors. This will be the beginning of

Step Five. We will attempt to adjust claims in the order received, but please understand that there is no advantage to being first or last. Step Six, distribution, requires the completion of all five prior steps.

Claimants may continue to contact the receivership through mail, e-mail or telephone. Please be aware that the telephone requires that you leave a message for my staff to return your call.

Sincerely,

Raymond J. Peroutka, Jr.  
Receiver  
Liberty Trade International