

LIBERTY TRADE INTERNATIONAL, INC.
IN RECEIVERSHIP

Raymond J. Peroutka, Jr., Receiver
c/o Invotex Group
1637 Thames Street
Baltimore, MD 21231
August 28, 2007

To: All Claimants and Participants

Re: Notice to Creditors – Claims Procedures

On August 28, 2007, the Receiver filed a Petition to Approve Procedures for the Adjustment, Adjudication and Priority of Claims (“Petition”). A copy of the Petition can be found on the Receiver’s website (<http://www.libertytradereceiver.com>). If you do not have access to a computer and would like to receive a hard copy of the Petition, please call Derek Ciotta at 410-824-6010. **Any objections to the Petition must be filed with the Circuit Court for Baltimore County no later than September 24, 2007. Additionally, the Receiver likewise must receive, at the following address, a copy of any objections filed with the Court no later than September 24, 2007: 1637 Thames Street, Suite 100, Baltimore, MD 21231.**

Please be advised that based upon the investigation undertaken by the Receiver, at least 1053 investors advanced money to Liberty Trade. The total amount of investor deposits, including interest and rollovers, to Liberty Trade was \$8,013,293. Some investors who participated in the early stages of the scheme, which resulted in appointment by the Court of the Receiver, received payments from Liberty Trade. These payments included principal, interest and referral fees. Most claimants, however, never received any repayment of principal, interest or fees. The Receiver has filed an Affidavit stating that shortly after it began business, Liberty Trade was insolvent and every payment made by Liberty Trade to any investor was a fraudulent conveyance. As it would be unfair for those earlier investors to benefit from this scheme when others who invested later in the scheme cannot benefit, all persons who received any principal, interest or fee payment will be required to return all funds that they received to the Receiver. This will permit the Receiver to pool those returned monies with all funds that the Receiver collects through the sale of real estate, other assets, and judgments obtained pursuant to actions the Receiver has brought against others. The balance, after the payment of administrative expenses, will be paid to claimants on a pro-rata basis with no investor receiving any interest until all investors have been paid their entire principal. Likewise, no investor will receive any fees until all interest has been paid in full to all claimants.

The Receiver’s claims examiner will independently adjust every claim. All rights, obligations and liabilities of the parties are fixed as of March 24, 2006, the date the Court established the Receivership. The Court also set a September 15, 2006 Bar Date, pursuant to which all claims were to have been filed. Despite such deadline, however, the Receiver continued to receive claims that were filed after the Bar Date (“Late Filed Claims”). As a result, the Receiver will present the Late Filed Claims to the Court for a determination as to whether they should be permitted.

For your reference, once the claims examiner has completed the review of a claim, he will send a letter to the claimant advising that the Receiver has determined the value of the claim and will request that the claimant consent in writing to the adjustment. If the claimant approves the adjustment, it will be placed on the "next claim approval list" for the Court. Where, however, a claimant disputes the determination, the claims examiner will re-examine the disputed determination, and will consider any additional information or documentation submitted by the claimant. The claims examiner will then provide a written supplemental determination and again seek the claimant's consent to the adjustment.

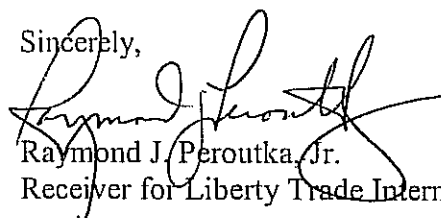
The adjustment of the claim will include a determination of the amounts, if any, that Liberty Trade paid to the investor and will set forth the Receiver's demand that those funds be returned to the Receiver.

When sufficient claims have been adjusted, the Receiver will submit through a petition to the Receivership Court those claims for court adjudication. Any disputed claims will be presented to the Court for adjudication on a case by case basis.

After all claims are adjudicated, the Receiver will petition the Court for authority to make a partial distribution to creditors with approved claims based upon the Court's adjudication of their claims.

It is my hope that the foregoing summary facilitates your understanding of the claims procedure that the Receiver seeks to employ in the Liberty Trade adjudication process. However, as is set forth above, a more detailed recitation of the claims adjudication process can be found on the website.

Sincerely,



Raymond J. Peroutka, Jr.
Receiver for Liberty Trade International