

March 18, 2009

Dear Investor or Interested Party,

I apologize for the delay in getting out this newsletter. Frankly, I was hoping for better news to report. But there has been little significant change in the status of our liquidation efforts. Our portfolio is being sold in drips and drabs. The income producing real estate has been leased and we continue to monitor the local market for signs of improvement.

We have been contacted by a few creditors who have received mass mailing from a group called the "Fraud Recovery Group." We have taken the position that if you have questions regarding this mailing, you should contact your tax professional, either your CPA or Tax attorney. Please note that the IRS recently issued a Revenue Procedure and Revenue Ruling related to "Ponzi" schemes – RP-2009-20 and RR- 2009-09, respectively. Copies of these can be retrieved at:

<http://www.irs.gov/pub/irs-drop/rp-09-20.pdf>

<http://www.irs.gov/pub/irs-drop/rr-09-09.pdf>

Best regards,

Gerard A. McHale, Jr.

Brasota Mortgage Company by
Gerard A. McHale, Jr.
Chapter 11 Bankruptcy Trustee