

January 12, 2009

Dear Investor or Interested Party,

I hope you all have had a Happy New Year and a great holiday season. By now, all of you should have received your distribution checks for 2% of your claim. Please contact Brasota at (941)-746-6119 if you have not received your check.

While we continue to "wait out" the downturn in economy to liquidate the assets, please note that we have been trying to minimize operating costs. We have converted certain real estate owned into income producing rentals. We also continue to entertain and accept any reasonable offers.

The William Morrison probate estate is almost completely liquidated but for the lots in Bahamas. Bahamian law requires that the personal representative go through certain lengthy formalities to liquidate the lots. We also expect to receive a very small distribution (a few thousand dollars) from the State of Florida from the State's own settlement with Brasota's insiders.

All litigation is in the final stages of completion.

Best regards,

Gerard A. McHale, Jr.

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