

27 June 2002

Dear Sirs

**IMPERIAL CONSOLIDATED LIMITED
IMPERIAL CONSOLIDATED FINANCIERS LIMITED
IMPERIAL PHOENIX FINANCE LIMITED
ALL IN ADMINISTRATION**

Thank you for your letter dated

My partner, Philip Lyon, and I were appointed joint administrators of the above companies on 10 June 2002 by the High Court.

The purposes of the administrations are:

- The survival of the whole or part of the companies as going concerns;
- A more advantageous realisation of the assets of the companies than would be effected in the case of a winding up

Our understanding is that the companies are the UK investment vehicles for funds invested in the following companies located in Grenada:

- IC Mutual Limited
- ICS Placements Limited
- Alpha Windward and Leeward Limited (formerly IC Mutual Funds Limited)
- Commercial and Asset Backed Placements Limited

26 June 2002

We are currently in the process of making applications to the High Court of Grenada for the winding up of those companies. My partner, Philip Lyon, is meeting with the Finance Minister of Grenada this week in an effort to speed up this process and bring earlier protection for investors.

We are confident that our appointment over those companies will not only bring protection to the investors but also aid the protection of the assets held by those companies and assist in ensuring that the process of making distributions to investors is dealt with effectively and speedily.

Until our appointments have been confirmed over the Grenada based companies we have no direct control over assets outside the UK administrations.

I will keep you informed of any substantial movements in the process.

My staff dealing with the Grenada based companies are:

Rachael Draycot – rachael.draycott@mazars-nr.co.uk

Russell Groves – russell.groves@mazars-nr.co.uk

I would be grateful if communication could be effected by email or fax (44 115 943 5300). Our address is Mazars Neville Russell, Cartwright House, Tottle Road, Nottingham, UK NG2 1RT.

Yours Faithfully
For and on behalf of
Imperial Consolidated Limited
Imperial Consolidated Financiers Limited
Imperial Phoenix Finance Limited

AS Wood
Joint Administrator