

# TAB 26

Madsen, Iben

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From: O'Connor, William  
 Sent: 28 May 2009 15:25  
 To: 'Cave, Sarah L.'; Hennis, Daniel  
 Cc: WILTSHIRE, Peter  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you again for all your help; It's really appreciated. Please do let us know if any more information comes to light about SIB accounts.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
 Sent: 28 May 2009 15:20  
 To: O'Connor, William; Hennis, Daniel  
 Cc: WILTSHIRE, Peter  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Daniel and Will,

It was nice to speak to you this morning. I spoke to one of my colleagues on the claims team, and while it is preferable to submit a proof of claim form for each account, if the exigencies of the moment do not allow that, it is not unacceptable to submit one proof of claim with a schedule of all of the SIBL account numbers of which you are aware. We have in fact received a number of other "omnibus" proof of claim forms. I would suggest that you contact one of my colleagues on the claims team, either Joe LoPiccolo or John Poulos, and they can help walk you through the claim form process if you would like. Joe can be reached at 646-348-7102, and John can be reached at 646-348-7116. Their email addresses are lopiccolo@hugheshubbard.com and poulos@hugheshubbard.com.

In the event that I receive further information about the SIBL accounts, I will relay that to you.

Thank you.

Kind regards,

Sarah

Sarah Loomis Cave  
 Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
 Sent: Thursday, May 28, 2009 9:23 AM  
 To: Cave, Sarah L.  
 Cc: Hennis, Daniel; WILTSHIRE, Peter  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

No problem at all. We will ring at 9.45, or later if that is more convenient.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
 Sent: 28 May 2009 14:22  
 To: O'Connor, William  
 Cc: Hennis, Daniel; WILTSHIRE, Peter  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Can we make it 9:45? I apologize, as I just had another matter arise, but will be free by 9:45. Thank you.

Sarah Loomis Cave  
 Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
 Sent: Thursday, May 28, 2009 4:39 AM  
 To: Cave, Sarah L.  
 Cc: Hennis, Daniel; WILTSHIRE, Peter  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you very much for this. We would still like to call you if that is convenient, but we would anticipate it being a relatively short call.

We look forward to speaking at 9.30 a.m. New York time.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
 Sent: 28 May 2009 03:04  
 To: O'Connor, William  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Will,

In response to your request and in anticipation of a possible call tomorrow morning, please find attached a spreadsheet listing the accounts that we have located to date in LBI's books and records in the name of Stanford International Bank Ltd. We will produce a hard copy to you under cover of a letter, but as a courtesy I wanted to provide this information to you as soon as possible.

Please let me know if you still wish to speak tomorrow.

Kind regards,

Sarah

Sarah Loomis Cave  
 Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
 Sent: Wednesday, May 27, 2009 2:05 PM  
 To: Cave, Sarah L.  
 Cc: Hennis, Daniel; WILTSHIRE, Peter; HICKMOTT, Robert; Madsen, Iben;  
 Rees, Rachel  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you again for your prompt response.

As you can imagine, this puts us in a difficult situation. We have been trying to contact LBI since 27 February, and now discover that we have to file forms in relation to 45 accounts before Monday with virtually no information on the assets that might or might not have been held by LBI on Stanford International Bank's behalf. Might it be possible to extend this deadline given the circumstances?

We would appreciate it if we could have a telephone conversation about this to discuss how we proceed. Please let me know what your availability would be tomorrow, and we will organise a call at a time that is suitable for you.

We also appreciate that you are operating under tight time constraints, however it would be greatly appreciated if you could send us all of the information you have on the 45 accounts as soon as possible.

Many thanks for your continued assistance in this matter.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
 Sent: 27 May 2009 17:37  
 To: O'Connor, William  
 Cc: Hennis, Daniel  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Mr. O'Connor,

If SIBL had an account as a customer at LBI and you believe LBI still owes SIBL cash or securities from the customer account, you should probably file a customer claim form. All other creditors of LBI should file a general creditor proof of claim form. The Trustee will determine whether claims meet the statutory requirements for "customer" claims under SIPA; inclusion of a claim or claim type on the customer claim form is not determinative of customer status under SIPA. Thus, all timely filed claims are eligible for consideration as either a customer claim or general creditor claim and duplicative filings are not necessary. Please note, no claim of any kind will be allowed unless received by the Trustee on or before June 1, 2009.

Customer claim forms or general creditor proofs of claim and other information regarding this SIPA proceeding are available at the Trustee's website, [www.lehmantrustee.com](http://www.lehmantrustee.com). You may also file your claim electronically at the Trustee's website.

I will compile a list of the accounts we have identified to date and supply that to you, although I am doubtful that we would be able to assemble much further detail to provide to you in advance of the June 1 deadline.

Kind regards,

Sarah

Sarah Loomis Cave



Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
 Sent: Wednesday, May 27, 2009 11:08 AM  
 To: Cave, Sarah L.  
 Cc: Hennis, Daniel  
 Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you for your email, and for the information you have offered to supply. When you are in a position to send us further details about these accounts, please would you also let us know about the claims process so that we can lodge any claims that are necessary on behalf of Stanford International Bank.

Thanks again for your assistance.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
 Sent: 27 May 2009 15:36  
 To: O'Connor, William  
 Subject: Stanford International Bank Limited (In Liquidation)

Mr. O'Connor,

The Trustee has received the attached letter inquiry regarding accounts in the name of Stanford International Bank Limited that may have been located at Lehman Brothers Inc. We are currently attempting to locate information in response to your inquiry. At present, we have identified approximately 45 accounts that appear to be in the name of Stanford International Bank Limited or some variation thereof and we are seeking to obtain information about the details of those accounts. Given the large number of accounts, we expect that it will take us a substantial amount of time to ascertain that information, but our aim will be to provide information to you on a rolling basis.

Please do not hesitate to contact me should you have any questions.

Kind regards,

Sarah Cave

Sarah Loomis Cave  
 Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
 Sent: Monday, May 11, 2009 3:37 PM  
 To: Giddens, James W.  
 Subject: Stanford International Bank Limited (In Liquidation)

Please see attached letter and enclosed documents also sent to you by post.

<<Letter Hughes Hubbard Reed 110509.PDF>> <<Enlosed documents.PDF>>

Will O'Connor  
Trainee Solicitor  
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Account Reference ID	Account Number	Account Long Name	Select	Source System Code	Account Status	Account Opened Date	Account Closed Date
1172904	94006716	STANFORD INTL BANK LTD BANK 2	X	TMS	O	Dec 22 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1172905	76593443	STANFORD INTL BANK LTD BANK 2	X	CDY	O	Dec 22 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1179913	93993140	STANFORD INTL BANK LTD XL 143	X	TMS	O	Jan 11 2001 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1180200	93993141	STANFORD INTL BANK LTD XL 443	X	TMS	P	Jan 12 2001 12:00:00:000AM	Mar 22 2003 12:00:00:000AM
1452971	900004279	STANFORD INTERNATIONAL BANK LTD.		PEQ	O	Jan 1 1991 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1632491	94023213	STANFORD INTL BANK LIMITED REF BANK 2	X	TMS	P	Dec 24 2003 12:00:00:000AM	May 6 2006 12:00:00:000AM
1632520	94023212	STANFORD INTL BANK LIMITED	X	TMS	O	Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1632615	66510077	STANFORD INTL BANK LIMITED	X	CDY	O	Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
1632617	66510078	STANFORD INTL BANK LIMITED	X	CDY	P	Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
191169	73600199	STANFORD INTERNETL BANK LTD LBGF COLLATERAL ACCOUNT		TMS	P	Jan 1 1991 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
192008	73660161	STANFORD INTERNATIONAL BANK LTD		TMS	P	Oct 7 1998 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
193140	73662036	STANFORD INTERNATIONAL BANK LIMITED		TMS	P	Oct 5 1992 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
193409	73662479	STANFORD INTERNATIONAL BNK LTDSUB A/C1		TMS	O	Feb 22 1995 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
193410	73662480	STANFORD INTERNATIONAL BNK LTDSUB A/C2		TMS	P	Feb 22 1995 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
193633	73662757	STANFORD INTERNATIONAL BANK SUB A/C3		TMS	P	Jan 12 1996 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
2331063	94023213	STANFORD INTL BANK LIMITED REF BANK 2 STANFORD FINAN GRP LTD	X	TMS	O	May 22 2006 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2331100	66510078	STANFORD INTL BANK LIMITED REF BANK 2 STANFORD FINAN GRP LTD	X	CDY	O	May 22 2006 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2575746	83103935	STANFORD INTL BANK LTD	X	TMS	O	Apr 30 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2575926	1720370	STANFORD INTL BANK LTD	X	MIS	O	Jul 18 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2638928	61807360	STANFORD INTERNATIONAL BNK LTDSUB A/C1		CDY	O	Sep 19 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2680513	9693143	STANFORD INTL BANK LTD	X	TMS	O	Oct 10 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2680513	9693143	STANFORD INTL BANK LTD	X	CDY	O	Oct 10 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2695938	94140407	STANFORD INTL BANK LTD REF -SUB 1-	X	TMS	O	Oct 10 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2695940	9693144	STANFORD INTL BANK LTD REF -SUB 1-	X	CDY	O	Nov 13 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
2734106	19693143	STANFORD INTL BANK LTD	X	CDY	O	May 26 1993 12:00:00:000AM	Mar 22 2003 12:00:00:000AM
372433	94015520	STANFORD INTL BANK LTD		TMS	P	May 26 1993 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
372537	94015628	STANFORD INTL BANK LTD		TMS	P	Jun 4 1993 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
372601	94015695	STANFORD INTL BANK LTD		TMS	P	Dec 29 1993 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
372714	94015812	STANFORD INTL BANK LTD		TMS	P	Mar 6 1995 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
372837	94015940	STANFORD INTL BANK LTD		TMS	P	Aug 22 1996 12:00:00:000AM	Aug 5 2000 12:00:00:000AM
372880	94016004	STANFORD INTL BANK LTD		TMS	P	Oct 1 1992 12:00:00:000AM	Sep 3 2004 12:00:00:000AM
418639	61802482	STANFORD INTERNATIONAL BNK LTD		CDY	P	Mar 17 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
419104	61807360	STANFORD INTERNATIONAL BNK LTDSUB A/C1		CDY	P	Jan 12 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
419220	61807361	STANFORD INTERNATIONAL BNK LTDSUB A/C2		CDY	P	Oct 26 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
419323	61807762	STANFORD INTERNATIONAL BANK SUB A/C3		CDY	P	Jun 9 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
419424	61815160	STANFORD INTERNATIONAL BANK LIMITED		CDY	P	Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
425951	80478656	STANFORD INTL BANK LTD		CDY	P	Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
426056	80479142	STANFORD INTL BANK LTD		CDY	P	Jan 19 1994 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
426128	80479524	STANFORD INTL BANK LTD		CDY	P	Mar 8 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
426239	80479654	STANFORD INTL BANK LTD		CDY	P	Aug 22 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
426303	80479744	STANFORD INTL BANK LTD		CDY	P	May 28 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
437402	80479748	STANFORD INTL BANK LTD		CDY	P	May 28 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
611837	94006413	STANFORD INTL BANK LIMITED	X	TMS	O	May 28 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM
612099	76593143	STANFORD INTL BANK LIMITED	X	CDY	O	May 28 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM

Account Cross Reference Start Date	Account Cross Reference End Date	Account Type	Account Short Name	Legal Entity ID	Country of Tax Residence	State of Tax Residence	Organization / Individual Account Country of Origin	Cash vs. DVP/RVP	IBI Prime Broker Account Type
Dec 22 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 CH			CH	N	N
Dec 22 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 CH			CH	N	N
Dec 22 2000 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Jan 11 2001 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD XL 143	852 AG			AG	N	N
Jan 12 2001 12:00:00:000AM	May 4 2004 12:00:00:000AM	C	STANFORD INTL BANK LTD XL 443	852 AG			AG	N	N
Sep 26 2002 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	Stanford International Bank Ltd.	852 AG		??	AG	N	N
Dec 24 2003 12:00:00:000AM	May 21 2006 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
Dec 24 2003 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
Dec 24 2003 12:00:00:000AM	May 21 2006 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 GB			GB	N	N
Dec 13 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 AG			AG	N	N
Oct 7 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
Oct 5 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
Feb 22 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 CH			CH	N	N
Jan 12 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
Jan 12 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
May 22 2006 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
Apr 30 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Jul 18 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 CH			CH	N	N
Sep 19 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Oct 10 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Oct 10 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Nov 14 2007 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	S	STANFORD INTL BANK LTD	852				N	N
May 26 1993 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
May 26 1993 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Jun 4 1993 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Dec 29 1993 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 CH			CH	N	N
May 6 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Aug 22 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 CH			CH	N	N
Oct 5 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 AG			AG	N	N
Jul 31 1995 12:00:00:000AM	Jul 17 2007 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 CH			CH	N	N
Jan 12 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK LTD	852 CH			CH	N	N
Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTERNATIONAL BANK	852 CH			CH	N	N
Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852				N	N
Oct 28 1992 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Jan 19 1994 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
Mar 8 1995 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 CH			CH	N	N
Aug 22 1996 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LTD	852 AG			AG	N	N
May 28 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			CH	N	N
May 29 1998 12:00:00:000AM	Dec 31 9999 12:00:00:000AM	C	STANFORD INTL BANK LIMITED	852 CH			AG	N	N

Address 1 Type	Address 1 Line	Address 2 Type	Address 2 Line	Address 3 Type	Address 3 Line	Address 4 Type	Address 4 Line	Address 5 Type	Address 5 Line	Address 6 Type
NAME	STANFORD INTL BANK LTD	NAME	BANK 2	C/O	C/O STANFORD FINANCIAL GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP116	ADDRESS	CH1000 LAUSANNE 30 GREY	ADDRESS
NAME	STANFORD INTL BANK LTD XL 143	ADDRESS	2000 AIRPORT ROAD	ADDRESS	ST JOHNS	ADDRESS	ANTIGUA WEST INDIES	ADDRESS	ANTIGUA	
NAME	STANFORD INTL BANK LTD XL 443	ADDRESS	2000 AIRPORT ROAD	ADDRESS	ST JOHNS	ADDRESS	WEST INDIES	ADDRESS	ANTIGUA	
NAME	Stanford International Bank Ltd.	NAME	PRIVATE EQUITY ACCOUNT	ADDRESS	1000 Airport Blvd	ADDRESS	St. John's, Antigua, West Indies	ADDRESS	CH1000 LAUSANNE 30 GREY	ADDRESS
NAME	STANFORD INTL BANK LIMITED	NAME	REF BANK 2	ADDRESS	STANFORD FINAN GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP116	ADDRESS	SWITZERLAND	
NAME	STANFORD INTL BANK LIMITED	C/O	STANFORD FINANCIAL GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP116	ADDRESS	CH1000 LAUSANNE 30 GREY	ADDRESS		
NAME	STANFORD INTERNATIONAL BNK LTD	NAME	SUB A/C 1	C/O	C/O STANFORD FINANCIAL GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP 116	ADDRESS	CH 1000 LAUSANNE 30 GREY	ADDRESS
NAME	STANFORD INTL BANK LIMITED	NAME	REF BANK 2	NAME	STANFORD FINAN GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP116	ADDRESS	CH1000 LAUSANNE 30 GREY	ADDRESS
NAME	STANFORD INTL BANK LTD	ADDRESS	NO. 11 PAVILLION DRIVE	ADDRESS	ST JOHNS	ADDRESS	ANTIGUA AND BARBUDA			
NAME	STANFORD INTL BANK LTD	ADDRESS	NO. 11 PAVILLION DRIVE	ADDRESS	ST JOHNS	COUNTRY	ANTIGUA AND BARBUDA			
NAME	STANFORD INTL BANK LTD	ADDRESS	NO. 11 PAVILLION DRIVE	ADDRESS	ST JOHNS	ADDRESS	ANTIGUA AND BARBUDA			
NAME	STANFORD INTL BANK LTD	NAME	REF-SUB 1-	ADDRESS	NO. 11 PAVILLION DRIVE	ADDRESS	ANTIGUA AND BARBUDA			
NAME	STANFORD INTL BANK LTD	C/O	C/O STANFORD FINL GROUP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP 116	ADDRESS	CH-1000 LAOSANNE 30 GREY	ADDRESS	SWITZERLAND	
NAME	STANFORD INTL BANK LIMITED	C/O	C/O STANFORD FINANCAL GRP LTD	ADDRESS	AVENUE GRATTIA-PAILLE 2/CP116	ADDRESS	CH1000 LAUSANNE 30 GREY	ADDRESS	SWITZERLAND	



**CUSTOMER CLAIM FORM LEHMAN BROTHERS INC. FILING CONFIRMATION**

Your customer claim form in the SIPA liquidation of Lehman Brothers Inc. was successfully filed on 5/29/2009 11:13 AM Please print this page as proof of your filing.

Claim Number 800004094		
First Name	Middle Initial	Last Name
Business Name Stanford International Bank Limited		Representative Name
Mailing Address 11 Pavilion Drive		
City St Johns, Antigua	State	Zip Code

**Item 1**

LBI owes me a credit or cash in the amount of: 0.0000
I owe LBI a debit or cash in the amount of: 0.0000
Debit balance to be paid: 0.0000

**Item 2**

LBI owes me securities: No
I owe LBI securities: No

**Item 3**

claim based on a commodity futures account: No
Amount of Claim: \$0.00
Basis for Claim:
Claim has been estimated: Yes

## Supporting Documentation

File Name
Addendum to proof of claim.PDF

## Item 4 - 11

4. Does your claim in any way relate to an entity other than Lehman Brothers Inc. (for example, Lehman Brothers Holdings Inc., or another Lehman subsidiary)?	No
5. Has there been any change in your account since September 19, 2008?	No
6. Are you or were you a party to a repurchase or reverse repurchase agreement, director, officer, partner, shareholder, lender to, or capital contributor of LBI?	No
7. Are you related to, or do you have any business venture with, any of the persons specified in "6" above, or any employee or other person associated in any way with LBI? If so, give name(s).	No
8. Are or were you a person who, directly or indirectly and through agreement or otherwise, exercised or had the power to exercise a controlling influence over the management or policies of LBI?	No
9. Is this claim being filed on behalf of a customer of a broker or dealer or bank? If so, provide documentation with respect to each customer on whose behalf you are claiming.	No
10. Have you ever given any discretionary authority to any person to execute securities transactions with or through LBI on your behalf? Give names, addresses and phone numbers.	No
11. Have you or any member of your family ever filed a claim under the Securities Investor Protection Act of 1970? If so, give name of that broker.	No

## Preparer and Signature Information

Full Name: Daniel Hennis
Address (line 1): CMS Cameron McKenna
Address (line 2): 160 Aldersgate Street
City: London
State/Province:
Country: UNITED KINGDOM
Postal Code:



EC1A-4DD
Phone Number: 00-442073673524
Email Address: daniel.hennis@cms-cmck.com

## C/M/S/ Cameron McKenna

Hughes Hubbard Reed LLP  
One Battery Park Plaza  
New York, New York 10004-1482  
United States of America

FAO: James W. Giddens

CMS Cameron McKenna LLP

Mitre House  
160 Aldersgate Street  
London EC1A 4DD

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Fax +44(0)20 7367 2000  
www.law-now.com  
DX 135316 BARBICAN 2

Tel +44(0)20 7367 3524  
daniel.hennis@cms-cmck.com

Your Ref:  
Our Ref: WIOC/PRW/MIT6.23b/101248.00023

29 May 2009

Dear Sirs

**Stanford International Bank  
Addendum to Proof of Claim**

The Claimant, Stanford International Bank Limited, was placed into liquidation in Antigua and Barbuda, where it is registered, on 15 April 2009. We act as legal counsel to the Joint Liquidators of the Claimant, Nigel Hamilton-Smith and Peter Wastell, who have authorised us to make this proof of claim on their behalf.

The Joint Liquidators have discovered evidence during their enquiries that the Claimant holds at least 44 different accounts with Lehman Brothers, Inc. or other entities in the Lehman group. The amount of information that the Joint Liquidators have in relation to those accounts is limited and it is not known whether those accounts are related to cash, equities, debt, securities, private equity or other types of investments. As such, the information provided in this proof of claim is limited. Also, the Joint Liquidators do not know the answers to each of the questions in the online claim form, for example the amount of the claim. Here we have entered \$0.00, but this is merely because the amount of the claim is unknown and therefore does not represent an actual claim for \$0.00. The Joint Liquidators are also unable to provide accurate answers to the questions requiring a 'Yes' or 'No' answer, but seeing as an answer is required to submit the form, each question has been answered as 'No'. This does not in fact mean that the Joint Liquidators consider that the answer is 'No' and the answer is provided merely in order to submit the proof of claim.

The Claimant reserves all rights, including but not limited to the right to amend, supplement or withdraw this proof of claim, and this proof of claim is not and should not be construed to be:

- (a) A waiver or release of Claimant's rights against any person, entity or property;

(22756978.02)

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## C/M/S/ Cameron McKenna

- (b) A consent to the jurisdiction of the Bankruptcy Court with respect to any proceeding commenced or claims asserted in these cases against or otherwise involving Claimant;
- (c) A concession, admission or acknowledgement that Claimant is subject to personal jurisdiction in this or any other court;
- (d) A waiver of Claimant's right to move for withdrawal of the reference with respect to the subject matter of any of its claims, any objection or other proceeding commenced in these cases against or involving Claimant;
- (e) An election of remedy;
- (f) A waiver of Claimant's rights or entitlement to have any or all of its claims accorded trust status;
- (g) A waiver of Claimant's rights to seek turnover of its property;
- (h) A waiver of Claimant's rights, if any, to a jury trial, with respect to its claims and any ancillary issues; or
- (i) The right to assert claims of fraud, misrepresentation and the like against Lehman and/or Lehman's officers, directors, members, shareholders, etc.

We are entering a separate proof of claim for each account and request that when analysed these all be handled together.

Yours faithfully

CMS Cameron McKenna LLP

CMS Cameron McKenna LLP

**To:** 'cave@hugheshubbard.com'[cave@hugheshubbard.com]; O'Connor, William[William.OConnor@cms-cmck.com]  
**From:** Hennis, Daniel  
**Sent:** Sat 30/05/2009 8:53:09 AM  
**Importance:** Normal  
**Subject:** Re: Stanford International Bank Limited (In Liquidation)  
**MAIL\_RECEIVED:** Sat 30/05/2009 8:53:09 AM

Many thanks Sarah.

----- Original Message -----

**From:** Cave, Sarah L. <cave@hugheshubbard.com>  
**To:** Hennis, Daniel; O'Connor, William  
**Sent:** Sat May 30 05:22:43 2009  
**Subject:** RE: Stanford International Bank Limited (In Liquidation)

Daniel and Will,

Attached please find a compilation of the account information we were able to obtain today regarding 7 of the SIBL accounts. These documents are bates numbered HHR\_LBI\_SFD\_00006 - HHR\_LBI\_SFD\_00052, and consist of the following:

Account	Date	Documentation
66510077 -	12/24/03 -	RISC Month 3/2005 & RISC Daily 3/23/05
76593143 -	5/28/98 -	RISC Month 12/2007 & RISC Daily 6/4/07
76593443 -	12/22/00 -	RISC Month 12/07 & RISC Daily 1/8/08
83103935 -	4/30/07 -	Monthly Statements 3/1-31/09 & 4/1-30/09
94006413 -	5/28/98 -	Client Statement dated 5/31/01
94140404 -	9/19/07 -	2 copies of Monthly Statement
11/1-30/08,		
L9693143 -	11/13/07 -	RISC Month 9/2008 & RISC Daily 12/24/08

A hard copy will follow next week, but in the interest of timing, we wanted to share this with you as soon as possible. We will forward additional documentation as it becomes available.

Kind regards,

Sarah

Sarah Loomis Cave  
 Hughes Hubbard & Reed LLP  
 One Battery Park Plaza  
 New York, New York 10004  
 (212) 837-6559  
 (212) 422-4726 (fax)  
 cave@hugheshubbard.com

-----Original Message-----

**From:** Cave, Sarah L.  
**Sent:** Wednesday, May 27, 2009 10:04 PM  
**To:** 'O'Connor, William'

Subject: RE: Stanford International Bank Limited (In Liquidation)

Will,

In response to your request and in anticipation of a possible call tomorrow morning, please find attached a spreadsheet listing the accounts that we have located to date in LBI's books and records in the name of Stanford International Bank Ltd. We will produce a hard copy to you under cover of a letter, but as a courtesy I wanted to provide this information to you as soon as possible.

Please let me know if you still wish to speak tomorrow.

Kind regards,

Sarah

Sarah Loomis Cave  
Hughes Hubbard & Reed LLP  
One Battery Park Plaza  
New York, New York 10004  
(212) 837-6559  
(212) 422-4726 (fax)  
cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
Sent: Wednesday, May 27, 2009 2:05 PM  
To: Cave, Sarah L.  
Cc: Hennis, Daniel; WILTSHIRE, Peter; HICKMOTT, Robert; Madsen, Iben; Rees, Rachel  
Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you again for your prompt response.

As you can imagine, this puts us in a difficult situation. We have been trying to contact LBI since 27 February, and now discover that we have to file forms in relation to 45 accounts before Monday with virtually no information on the assets that might or might not have been held by LBI on Stanford International Bank's behalf. Might it be possible to extend this deadline given the circumstances?

We would appreciate it if we could have a telephone conversation about this to discuss how we proceed. Please let me know what your availability would be tomorrow, and we will organise a call at a time that is suitable for you.

We also appreciate that you are operating under tight time constraints, however it would be greatly appreciated if you could send us all of the information you have on the 45 accounts as soon as possible.

Many thanks for your continued assistance in this matter.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]  
Sent: 27 May 2009 17:37  
To: O'Connor, William  
Cc: Hennis, Daniel  
Subject: RE: Stanford International Bank Limited (In Liquidation)

Mr. O'Connor,

If SIBL had an account as a customer at LBI and you believe LBI still owes SIBL cash or securities from the customer account, you should probably file a customer claim form. All other creditors of LBI should file a general creditor proof of claim form. The Trustee will determine whether claims meet the statutory requirements for "customer" claims under SIPA; inclusion of a claim or claim type on the customer claim form is not determinative of customer status under SIPA. Thus, all timely filed claims are eligible for consideration as either a customer claim or general creditor claim and duplicative filings are not necessary. Please note, no claim of any kind will be allowed unless received by the Trustee on or before June 1, 2009.

Customer claim forms or general creditor proofs of claim and other information regarding this SIPA proceeding are available at the Trustee's website, [www.lehmantrustee.com](http://www.lehmantrustee.com). You may also file your claim electronically at the Trustee's website.

I will compile a list of the accounts we have identified to date and supply that to you, although I am doubtful that we would be able to assemble much further detail to provide to you in advance of the June 1 deadline.

Kind regards,

Sarah

Sarah Loomis Cave  
Hughes Hubbard & Reed LLP  
One Battery Park Plaza  
New York, New York 10004  
(212) 837-6559  
(212) 422-4726 (fax)  
[cave@hugheshubbard.com](mailto:cave@hugheshubbard.com)

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]  
Sent: Wednesday, May 27, 2009 11:08 AM  
To: Cave, Sarah L.  
Cc: Hennis, Daniel  
Subject: RE: Stanford International Bank Limited (In Liquidation)

Sarah,

Thank you for your email, and for the information you have offered to supply. When you are in a position to send us further details about these accounts, please would you also let us know about the claims process so that we can lodge any claims that are necessary on behalf of Stanford International Bank.

Thanks again for your assistance.

Regards,

Will.

-----Original Message-----

From: Cave, Sarah L. [mailto:cave@hugheshubbard.com]

Sent: 27 May 2009 15:36

To: O'Connor, William

Subject: Stanford International Bank Limited (In Liquidation)

Mr. O'Connor,

The Trustee has received the attached letter inquiry regarding accounts in the name of Stanford International Bank Limited that may have been located at Lehman Brothers Inc. We are currently attempting to locate information in response to your inquiry. At present, we have identified approximately 45 accounts that appear to be in the name of Stanford International Bank Limited or some variation thereof and we are seeking to obtain information about the details of those accounts. Given the large number of accounts, we expect that it will take us a substantial amount of time to ascertain that information, but our aim will be to provide information to you on a rolling basis.

Please do not hesitate to contact me should you have any questions.

Kind regards,

Sarah Cave

Sarah Loomis Cave  
Hughes Hubbard & Reed LLP  
One Battery Park Plaza  
New York, New York 10004  
(212) 837-6559  
(212) 422-4726 (fax)  
cave@hugheshubbard.com

-----Original Message-----

From: O'Connor, William [mailto:William.OConnor@cms-cmck.com]

Sent: Monday, May 11, 2009 3:37 PM

To: Giddens, James W.

Subject: Stanford International Bank Limited (In Liquidation)

Please see attached letter and enclosed documents also sent to you by post.

<<Letter Hughes Hubbard Reed 110509.PDF>> <<Enlosed documents.PDF>>

Will O'Connor  
Trainee Solicitor  
CMS Cameron McKenna LLP  
william.oconnor@cms-cmck.com  
+44 (0)20 7367 2581

[www.law-now.com](http://www.law-now.com)

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Proud to support our charity of the year, Kids Company  
([www.kidsco.org.uk](http://www.kidsco.org.uk)), providing support to vulnerable inner-city children and young people.

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Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

page 1 of 4

**Your investment**

**representative:**

THROUGH THE COURTESY OF  
BARCLAYS CAPITAL INC  
745 SEVENTH AVENUE  
3RD FLOOR  
NEW YORK NY 10019  
TEL: 212-526-0236

**For the account of:**

STANFORD INTL BANK LTD  
NO. 11 PAVILLION DRIVE  
ST JOHN'S  
ANTIGUA AND BARBUDA

**Portfolio summary**

Change in account value  
Activity

4

**Valuation summary: USD**

Last period account value

0.00

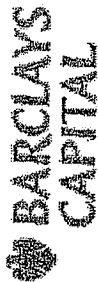
This period account value

0.00

*All transaction dates  
appearing on this statement  
are settlement dates, unless  
otherwise labeled.*

STANFORD FINANCIAL GROUP CO  
DAVID FORTENOT  
6075 POPLAR AVENUE, STE 300  
MEMPHIS TN 38119-0113

963



Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

## Understanding your portfolio statement

**Client Services Department** Within the U.S. 800-253-4626  
International 212-526-5600

Please contact us immediately to report any errors, omissions or discrepancies you find in your statement. Any oral communications should be re-confirmed in writing. Please send written inquiries to:

Barclays  
Compliance Division  
339 Park Avenue, 6th Floor  
New York, NY 10022-3763

If you have any questions about your statement or you have a material change in your investment objectives or financial situation, please call us. A financial statement of Barclays Capital Inc. is available for your personal inspection at our offices, or a copy of it will be mailed upon your written request.

**Transaction charges** Details of transaction charges and commissions are displayed on transaction confirmations, which have been mailed separately to you. We will also send you this information upon request.

**Client order policy** We route client orders to the market where we believe clients receive the best execution, taking into account price, reliability, market depth, quality of service, speed and efficiency. Ordinarily, we will route orders only to markets where there is an opportunity for them to be executed at better prices than the quoted bid or offer. Barclays does not accept hard-dollar payment for directing customer orders to particular broker/dealers or market centers. However, we may receive discounts, rebates, reductions of fees or credits as a result of the overall volume of our trading activity or directing certain orders. But these benefits will generally not be sufficient to offset the cost of directing orders to such broker/dealers or market centers. If your statement indicates that a security was delivered to you or your designated representative, and you have not received it within three weeks, you must notify your branch office immediately. If you do not notify your branch office within 5 months of the statement delivery date, Barclays will not be responsible for the cost of posting a replacement bond.

**Pricing and foreign exchange rates** We obtain pricing and foreign exchange rates from various outside sources and do not guarantee the accuracy, reliability, completeness or attainability of this information. The prices of the securities appearing herein have not been adjusted from the closing market prices to reflect any adjustment (such as an illiquidity discount) that may apply or be appropriate to a particular security or position that is a restricted security, a control security or a similar type of security that is not freely tradable in the hands of the client. You or your service providers should make the necessary adjustments that you believe are appropriate for the security, the client's status and the prevailing market conditions. The prices and rates in this statement indicate values as of the close of business on the last business day of the month only.

**Cost basis** The unit cost for securities have been obtained from various outside sources, including, where applicable, supplied by you. We do not guarantee the accuracy, reliability or completeness of this information. Cost basis and associated realized gain and loss information has been provided to you as a courtesy. Such information may not reflect all adjustments necessary for tax

reporting purposes. You should verify cost basis and corresponding gain/loss information against your own records when calculating reportable gain or loss resulting from a sale. You are solely responsible for the accuracy of cost basis and gain/loss information reported to federal, state and other taxing authorities.

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In addition to the stock rating, we provide sector views which rate the outlook for the sector coverage universe as 1-Positive, 2-Neutral or 3-Negative (see definitions below). A rating system using terms such as buy, hold and sell is not the equivalent of our rating system. Investors should carefully read the entire research report including the definitions of all ratings and not infer its contents from ratings alone.

	Stock Rating
1 - Overweight:	The stock is expected to outperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
2 - Equal weight:	The stock is expected to perform in line with the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
3 - Underweight:	The stock is expected to underperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
RS Rating Suspended:	The rating and target price have been suspended temporarily to comply with applicable regulations and/or firm policies in certain circumstances including when Barclays Capital Inc. is acting in an advisory capacity in a merger or strategic transaction involving the company.
	Sector View
1 - Pos / Positive:	"sector coverage universe" fundamentals/valuations are improving.
2 - Neu / Neutral:	sector coverage universe fundamentals/valuations are steady, neither improving nor deteriorating.
3 - Neg / Negative:	sector coverage universe fundamentals/valuations are deteriorating.

**Independent Research:** We provide ratings from Independent Research Providers ("IRPs") for certain companies. BNY Jaywalk Inc., an intermediary, maps individual IRP ratings to standard ratings (1-Buy, 2-Hold, 3-Sell) which are referenced on your statement.

**Taxes** For tax reporting purposes, you should rely on the official tax forms we send you after the end of the year.

**Late charges** If you purchase securities in your cash account and do not make payment by the settlement day, you may have to pay a late charge.

**Interest charges** Any interest you are charged is generally calculated from the 21st day of each month through the 20th day of the following month. When the 20th day falls on a weekend or holiday, the interest is calculated through that weekend or holiday, and the next business day is the start of the next interest period.

**To calculate interest charges, we do the following:**

Net average debit balance x interest rate x number of days the debit was outstanding x 1/360

We charge you interest on the debit balance in your account. Interest charges that are not paid will be added to the opening balance debit balance in your account for the next interest period.

**Credit balances** In accordance w/ Financial Industry Regulatory Authority Rule 436, it is our understanding that any free credit balances in your account are being maintained for the purpose of investing those amounts through us.

**General information** All transactions are subject to the constitutions, rules, regulations, customs, usages, rulings and interpretations of the pertinent exchanges, markets, self-regulatory organizations and clearing houses, as well as the terms and conditions set forth on the reverse side of the Barclays trade confirmation. All balances are subject to verification. Post-settlement and other differences may appear on subsequent statements. We and our affiliates trade for our own accounts, including as odd lot dealers, block positioners or arbitrageurs. At the time of any transaction in your account, we or our affiliates may have a long or short position in the same security and our positions may be completely or partially hedged. This statement should be preserved, as it may be necessary for the preparation and subsequent examination of your income tax return and to verify interest charges that may appear on your next statement.

We are required by law to report to the Internal Revenue Service certain dividends, bond interest and the net proceeds of certain transactions. For tax reporting purposes, you should rely on the 1099 forms that you will receive from us after the end of the year.

**Member of SIPC** Barclays Capital Inc. is a member of the Securities Investor Protection Corporation (SIPC). SIPC provides protection for the securities and cash held in client accounts up to \$500,000 per client (including up to \$100,000 for claims for cash). In addition to the coverage required by SIPC, Barclays Capital Inc. carries excess coverage protection from Lloyd's of London. Thus, the securities and cash held for clients by Barclays Capital Inc. are protected up to \$500 million for any one client loss (\$1.2 million for cash) with an aggregate loss limit of \$500 million for all claims. This coverage does not protect against changes in market value. Securities lending, borrowing transactions (including repurchase and reverse repurchase agreements), and private equity may not be protected by SIPC. You may obtain information about SIPC, including the SIPC brochure, at [www.sipc.org](http://www.sipc.org) or by calling 202-371-8300.



Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

page 3 of 4

### Change in account value

*Interest and dividends for this year include all income received in 2008. Please see the Tax Spotlight section for a summary of income that may be reportable in 2008.*

	This period	This year
Opening portfolio value	\$ 0.00	\$ 0.00
Deposits	18,994.53	38,179.05
Withdrawals	- 18,994.53	- 38,179.05
Closing portfolio value	\$ 0.00	



Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

page 4 of 4

## ACTIVITY

Deposits		Amount		Comment	
096-93143 FED WIRE PAYMENT	Date 05 Nov 2008		\$ 18,994.53		
Withdrawals		Amount		Comment	
FUNDS WIRED TO PEOPLES UNITED BANK STANFORD INTL BANK LTD	Date 05 Nov 2008		-\$ 18,994.53		

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

967

STANFORD INTL BANK LIMITED  
STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE CONFIRMATION

MAR 23, 2005	
IR NUMBER	ACCOUNT
219	66510077
Page 1	

US SEGREGATED ACCOUNT

### ----- OPENING ACCOUNT BALANCES -----

US DOLLAR 585.18CR

### ----- F U T U R E S / O P T I O N S C O N F I R M A T I O N S -----

Date	Long	Short	Contract/Description	Strike	Price	Curr	Amount
------	------	-------	----------------------	--------	-------	------	--------

Please disregard the following trades confirmed in error as of date indicated.

3/22/05		1	MAY05 CBOT US TBONDS C	111.000	38/64	USD	593.75DB
	*	1*				Premium Paid USD	593.75DB*
			FLTD:06/21/05, EDAT:04/22/05, UNSP:109.30,				
					EXCHANGE	USD	.55CR*
					NFA	USD	.02CR*
					COMMISSION	USD	8.00CR*
					Net Amount Due 3/23/05	USD	585.18DB*

### ----- CLOSING ACCOUNT BALANCES -----

US DOLLAR 0CR\*

### ----- M A R G I N R E Q U I R E M E N T S U M M A R Y -----

Margin Requirement	Equity	Margin	Total Margin Calls
Initial	Excess/Deficit	Call/Excess	Amount No/Age

USD	0CR	0CR	0CR
-----	-----	-----	-----

Total Value in Base Currency

USD	0CR	0CR	0CR	996.32DB 1 / 2
-----	-----	-----	-----	----------------

## Understanding Your Futures/Foreign Exchange Confirmation

The following sections may appear on your statement depending upon the activity in your account.

<i>Opening Account Balances</i>	This represents the cash balance of your account at the beginning of the confirmation period by currency.
<i>Trade Confirmations</i>	Listing of all trades and trade adjustments during the confirmation period.
<i>Realized Futures Gains/Losses</i>	Listing of gains/losses resulting from futures contracts which were closed out or settled during the confirmation period.
<i>Foreign Exchange Settlements</i>	This represents proceeds and costs for foreign exchange contracts settled during the confirmation period.
<i>Itemized Cash Activity</i>	Listing of cash activity in the account during the confirmation period by currency.
<i>Closing Account Balances</i>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the confirmation period by currency.
<i>Commissions And Fees</i>	Commissions on futures and options on futures as well as exchange, clearing and National Futures Association fees, where applicable, are charged to your account on each transaction.
<i>Interest Charges</i>	Interest is charged on any outstanding cash deficit, as well as obligations arising with respect to special arrangements you may have with our Firm.
<i>London Metal Exchange</i>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Lehman Brothers International (Europe). Lehman Brothers Inc. acts as carrying broker only. For business conducted over-the-counter ('OTC'), e.g. if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<i>Other Information</i>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
<i>Errors and Complaints</i>	Within the earlier of the seven days of our mailing of this confirmation, or any other notice with respect to transactions in the account, you must notify the Office Manager of the office servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account.



# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

969

STANFORD INTL BANK LTD  
BANK 2  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE CONFIRMATION

JAN 08, 2008	
IR NUMBER	ACCOUNT
998	76593443
Page 1	

US SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

### ----- OPENING ACCOUNT BALANCES -----

US DOLLAR 3.48CR

### ----- ITEMIZED CASH ACTIVITY -----

1/08/08 CASH TRANSFER 1/08/08 USD 3.48DB

### ----- CLOSING ACCOUNT BALANCES -----

US DOLLAR 0CR\*

### ----- MARGIN REQUIREMENT SUMMARY -----

	Margin Requirement Initial	Equity Excess/Deficit	Margin Call/Excess
JSD	0CR	0CR	0CR
Total Value in Base Currency			
JSD	0CR	0CR	0CR

## Understanding Your Futures/Foreign Exchange Confirmation

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<i>Itemized Cash Activity</i>	Listing of cash activity in the account during the confirmation period by currency.
<i>Closing Account Balances</i>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the confirmation period by currency.
<i>Commissions And Fees</i>	Commissions on futures and options on futures as well as exchange, clearing and National Futures Association fees, where applicable, are charged to your account on each transaction.
<i>Interest Charges</i>	Interest is charged on any outstanding cash deficit, as well as obligations arising with respect to special arrangements you may have with our Firm.
<i>London Metal Exchange</i>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Lehman Brothers International (Europe). Lehman Brothers Inc. acts as carrying broker only. For business conducted over-the-counter ('OTC'), e.g. if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<i>Other Information</i>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
<i>Errors and Complaints</i>	Within the earlier of the seven days of our mailing of this confirmation, or any other notice with respect to transactions in the account, you must notify the Office Manager of the office servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account.

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.

**Client Statement**  
May 31, 2001

Page 1 of 3

H

Account number 940-06413-13 379

As you requested, copies of this statement have also been sent to:

DONALDSON, LUFKIN & JENRETTE

Your Investment Representative

LEHMAN BROTHERS INC.  
1 BROADGATE 3RD FLR  
LONDON EC2M 7HA  
016010011

STANFORD INTL. BANK LIMITED  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000, LAUSANNE 30 GREY  
SWITZERLAND

## Account value

(USD summary of all currencies)

Net value this period	Last period	This period
		0.00

Please note all currency translations are calculated using an exchange rate as of the close of business on the last business day of the month. These translations are provided for informational purposes only; they may not be used for tax purposes. The currency translations represent market conditions only as of their translation; rates of exchange may have an adverse effect on the value or income of the products listed herein. Such information has been obtained from various sources; but we cannot guarantee its accuracy or completeness.

## Bulletin board

Please visit our website at [www.lehman.com](http://www.lehman.com)

**LEHMAN BROTHERS**

LEHMAN BROTHERS INC.

**Client Statement**  
May 31, 2001

Page 2 of 3

**STANFORD INTL. BANK LIMITED****Account number 940-06413-13 379****Cash balance**

(USD summary of all currencies)

	This period	This year
Opening balance	0.00	
Deposits	71.43	71.43
Withdrawals	-71.43	-71.43
Closing balance	0.00	

**Cash balance by Currency**

New Zealand Dollar - NZD

	This period	This year	Exchange Rate	This period	USD Equivalent This year
Opening balance	0.00		.409100	0.00	
Deposits	174.61	174.61	.409100	71.43	71.43
Withdrawals	-174.61	-174.61	.409100	-71.43	-71.43
Closing balance	0.00		.409100	0.00	

**All currencies**

	This period	Exchange Rate	USD Equivalent This period
New Zealand Dollar - NZD	0.00	.409100	0.00
Closing balance			0.00

**Transaction details**

New Zealand Dollar - NZD	Description	Amount
05/09/01	TRF FROM 736-62479 RE:765-93143	174.61
<b>Total deposits</b>		
in NZD		174.61
NZD in USD @ .409100		71.43
<b>All currencies in USD</b>		<b>71.43</b>

Deposits

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.

Client Statement  
May 31, 2001

Page 3 of 3

Ref: 00004842-00019363

SFA MEMBER

STANFORD INTL. BANK LIMITED

Account number 940-06413-13 379

## Withdrawals

New Zealand Dollar - NZD		Reference no.	Amount
Date	Description		
05/09/01	TRF FRM STK TO CMDY 9400641		174.61
Total withdrawals			
In NZD			174.61
NZD in USD @ .409100			71.43
All currencies in USD			71.43

F=0052 P=0032 S=0005  
301151AP01 LFGNFO01

973

## Understanding your TMS Statement

Account numbers beginning with a 7, 8 or 9.

The following sections may appear in your statement:

Account value	Net value of your account with a summary listing of applicable credits and debits.
Earnings summary	Summary of earnings from your investments, accrued interest, and taxes withheld.
Combined cash and investment balances	Summary of transactions affecting the combined balance and cash of your cash and cash investment balances.
Portfolio details	Listing of all holdings and other investments in your account, not including short positions. Securities held in your margin account will be listed by the firm as collateral to secure your borrowings in lieu of the portfolio. Interest payments on borrowings will be included in the client interest figure under Withdrawals.
Transaction details	Listing of all transactions and securities activity during the statement period, not including securities earnings or short trades. Details of transaction charges are displayed on transaction confirmations.
Earnings details	Listing of interest, dividends, capital gains, and other securities earnings.
Cash investment details	Listing of cash investment purchases, redemptions and sweep account activity.
Short Trading account	Listing of all transactions affecting the balance of your short trading account and all short positions resulting from short sales.
Credit resources	Summary of funds borrowed.

**Additional Activity Information**  
Further information with respect to commissions and other charges related to the execution of listed option transactions has been included in confirmations of such transactions previously furnished to you, and such information will be made available to you promptly upon request. As a matter of policy, Lehman Brothers does not accept hard-dollar payment in return for directing customer order flow to particular broker/dealers or market centers. Lehman Brothers may receive discounts, rebates, reductions of fees or credits, generally based on the overall volume of our trading activity, for directing certain orders, but these will generally not be sufficient to offset the charges incurred in directing orders to such broker/dealers or market centers. It is the firm's policy to route customer orders to the market where it believes clients will receive the best execution, taking into account price, reliability, market depth, quality of service, speed and efficiency. Ordinarily, orders will be routed only to markets where there is an opportunity for them to be executed at prices superior to the quoted bid or offer.

If your Client Statement indicates a security was delivered to you or your designated representative, and it was not received within three weeks, you must notify your branch office immediately. If you fail to notify your branch office within five months of the statement delivery date, Lehman Brothers Inc. will not be responsible for the cost of posting a replacement bond.

Promptly advise us of any material change in your investment objectives or financial situation.

LBP 8155C (5/02) (PRT. 3/02) Backer - 1

### Transactions dates

All dates of transactions appearing on this statement reflect the transactions settlement dates. Prime Brokers may receive statements based on trade dates.

### Pricing

Lehman obtains pricing information from various outside sources and makes no representations or guarantees as to the accuracy, reliability, completeness or suitability of any prices so provided. Prices contained within this statement are indications of price levels for the statement date only, and are not to be relied upon for any other purpose. For current pricing information, please contact your Investment Representative.

### Funds and Securities

Customer funds and securities are located at Lehman Brothers. A free credit balance in any account, except for regulated commodity accounts, may be paid to you on demand. Although properly accounted for on our record books, these funds may be used for our business purposes.

### Taxes

For tax reporting purposes, you should rely on the tax forms that you will receive from us after the end of the year.

### Late Charges

If you purchase securities in your cash account and do not make payment by settlement date, you may have to pay a late charge.

### Interest Charges

In accounts where interest is charged, interest is generally computed from the 21st day of each month through the 20th day of the following month. When the 20th day falls on a weekend or holiday, interest is calculated through that weekend or holiday, and the next business day is the start of the next interest period.

To calculate interest charges, we do the following:

Net average debit balance	X	Interest rate	X	Number of days the debit was outstanding	X	$\frac{1}{360}$
---------------------------	---	---------------	---	--	---	-----------------

Interest is charged on the debit balance in your account and such interest charges, if not paid, will be added to the opening debit balance in your account for the next interest period.

### Credit Balances

In accordance with New York Stock Exchange Rule 435, unless Lehman Brothers hints from you to the contrary, it is our understanding that any free credit balances in your account are being maintained solely to facilitate your intention to invest those amounts through us.

### Reporting errors

If you have any questions regarding your statement, please contact the Branch Manager of the office servicing your account, or Lehman Brothers Inc., Client Services Department, 101 Hudson Street, Jersey City, NJ 07302. For domestic calls, telephone 1-800-2LEHMAN. For international calls, telephone 1-201-524-5300.

### For more information

Your Investment Representative would be pleased to advise you of the current valuation and assessment of your holdings and other information about your account. A financial statement of Lehman Brothers Inc. is available on request. Investors in CMOs may contact Customer Account Services for a complimentary copy of an investor's guide to CMOs.

### Types of accounts

Our accounting procedures and Regulation T, issued by the Board of Governors of the Federal Reserve System, require us to maintain separate accounts for different types of investments and credit transactions. Your statement may reflect transactions in one or more of the following accounts:

### Cash account

This account is maintained for your trading and investment transactions. All deposits, such as checks and securities, should be sent to the office servicing your account.

You may designate certain money funds or bank deposit accounts as a sweep account. Money that would otherwise sit idle in your cash account is swept at regular intervals into this fund or account where it earns interest.

### Margin account

If you purchase securities on margin or secure a purchase with other securities, these positions are held in a margin account. Funds used to secure margin purchases are also maintained in this account.

### Short account

If you sell securities short, we maintain a separate account for the proceeds of these sales. At regular intervals, the balance in this account is adjusted so that it equals the current market value of your short positions.

### KEY TO INVESTMENT OPINIONS

STOCK RATINGS	
1 - Overweight:	The stock is expected to outperform the unweighted expected total return of the industry sector over a 12-month investment horizon.
2 - Equal Weight:	The stock is expected to perform in line with the unweighted expected total return of the industry sector over a 12-month investment horizon.
3 - Underweight:	The stock is expected to underperform the unweighted expected total return of the industry sector over a 12-month investment horizon.
RS Rating Suspended:	The stock rating and target price have been suspended temporarily to comply with applicable regulation and/or other firm policies in certain circumstances including when Lehman Brothers is acting in an advisory capacity in a merger or strategic transaction involving the company.

### SECTOR RATINGS

1 - Pos. Relative:	Sector fundamentals/valuations are improving.
2 - Neu. Neutral:	Sector fundamentals/valuations are neither improving nor deteriorating.
3 - Neg. Negative:	Sector fundamentals/valuations are deteriorating.

### Special Memorandum Account

This is a combined statement of your Margin Account and Special Memorandum Account maintained for you under Section 2204 of Regulation T. The permanent record of the Special Memorandum Account as required by Regulation T is available for your inspection at your request.

### Member of SIPC

Lehman Brothers Inc. is a member of the Securities Investor Protection Corporation (SIPC). Therefore, subject to certain SIPC restrictions, securities and cash held by us in your account are protected up to \$500,000 per client (including up to \$100,000 for cash). Lehman Brothers Inc. has obtained coverage in addition to the existing SIPC protection from a major insurance underwriter. Thus, including the basic SIPC coverage, securities and cash held for you by Lehman Brothers Inc. are protected up to the total net equity per client. Such coverage does not protect against changes in market value. Sweep funds in the Lehman Brothers Bank Cash Deposit Account are not covered by SIPC. Funds on deposit with Lehman Brothers Bank Cash Deposit Account will be insured by the FDIC up to \$100,000 per depositor in each insurable capacity (e.g., individual, joint account, IRA, etc.) when aggregated with other deposits held in the same capacity at Lehman Brothers Bank. Funds in excess of the applicable deposit insurance limit will not be insured by FDIC. Further, securities lending and borrowing transactions and repurchase and reverse repurchase agreements may not be protected by SIPC. Please contact your Investment Representative for further information.

Please contact our Client Services Department immediately of any errors, omissions or discrepancies in your statement by calling 1-800-2LEHMAN or 1-201-524-5300. If calling internationally, this statement shall be binding if not objected to in writing within 10 (ten) days after transmittal to you. Written inquiries may be addressed to your Investment Representative or to the Compliance Division at P.O. Box 3763, New York, NY 10003-3763.

## Understanding your ITS Statement

Account numbers beginning with a 0.

Activity for this period

If your account has had any activity during the reporting period (including, by way of example, credits of interest, journals, exchanges due to merger or reorganization activity or securities transactions) this activity will appear in the "Activity for this Period" section. The type of account will be designated under the heading "TYPE" and the type of activity will be indicated under "ENTRY", followed by a description. Details of transaction charges are displayed on transaction confirmations.

### Portfolio Summary

This section will provide a listing of all securities held in your account as of the closing date of the statement period. A description of the security will be followed by a type classification indicating in this instance that the position resides in a custodial account.

### Market Price/Value

The month-end valuations of securities in your portfolio are computed using prices from pricing services and other sources. These valuations may not reflect values that can be realized. We do not warrant the accuracy of these sources and are not responsible for any inaccuracies. In instances where prices of securities are not readily available from such sources, where securities have not been actively traded, or where other factors prevent the pricing of securities, "N/A" (Not Available) appears in the price column, the market value for the security is not computed, and the total equity in your account does not reflect the long or short market value (if any) of these securities.

### Equity

The total Equity figure on the Monthly Portfolio Summary is computed by adding the closing balance and the difference between the long and short positions.

### Interest Summary

Interest is generally computed on the average daily balance held at the end of the current month. Interest is calculated through weekends and holidays.

The formula for computing interest charges is:

$$\begin{aligned} &\text{Average daily balance} \\ &\times \text{Interest rate} \\ &\times \text{Number of days the debit was outstanding} \\ &: 360 \\ &\text{e.g., } \$8,700 \times .10 \times 30 = \$287 \end{aligned}$$

Interest will be charged on any debit balance. The method of calculating interest is further described in a letter sent to all margin customers.

### Multiple Currency Reporting

Foreign exchange rates are shown various outside sources and may not reflect real-time rates. We do not warrant the accuracy of these sources and are not responsible for any inaccuracies. Rates are subject to change without notice.

### RVP/DVP Settlements

Clients settling transactions on an RVP/DVP basis are expected to furnish their agents with clear and correct instructions for the receipt or delivery of the securities involved at the time of the trade, and at least by the earlier of (i) the fourth business day after trade date on a purchase and the third business day after trade date of a sale or (ii) the day preceding the scheduled settlement of the transactions. Lehman takes no responsibility for errors due to late or inaccurate instructions.

### General Information

All transactions are subject to the constitutions, rules, regulations, customs, usages, and interpretations of the pertinent exchanges, markets, self-regulatory organizations and clearing houses, as well as the terms and conditions set forth on the reverse side of Lehman's trade confirmations.

All balances are subject to verification. Post-settlement and other differences may appear on subsequent statements.

Our financial statement is available for your inspection at our offices or a copy of it will be mailed to you upon your written request.

If noted on the front of this statement, this account has been introduced to us by another broker. In that event, Lehman carries this account, and acts as your custodian for funds or securities deposited with us directly by you or through the introducing broker, or as a result of transactions we process for your account. Inquiries regarding your account or the activity therein should be directed to the introducing broker identified on the front of your statement.

If we are acting as clearing broker for another brokerage firm that introduces your account to us, until you give us written notice to the contrary by registered mail, we may accept from that other brokerage firm, without inquiry or investigation, any instruction, including for the withdrawal of property, for your account.

We and our affiliates trade for our own accounts, including as odd lot dealers, block positioners or arbitrageurs. At the time of any transaction in your account, we or our affiliates may have a long or short position in the same security and our position may be completely or partially hedged. We can use your closing credit balance in our

business, subject to the limitations of 17 CFR Section 240.15c-3 promulgated under the Securities Exchange Act of 1934. You have the absolute right to receive, in the normal course of business, any free credit balance and any fully paid for securities, subject to any open commitments in any of your accounts. You are entitled to receive securities purchased on margin upon full payment of any indebtedness to us. Unless otherwise instructed, we or our agents and depositaries will hold your securities. Securities held in your margin account will be held by the firm as collateral to secure your borrowings on behalf of the portfolio. Interest payments on borrowings will be included in the client interest figure under withdrawals.

This statement should be preserved, as it may be necessary for the preparation and subsequent examination of your income tax returns and to verify interest charges that may appear on your next statement. We are required by law to report to the Internal Revenue Service certain dividends, registered bond interest and the net proceeds of certain transactions. For tax reporting purposes, you should rely on the 1099 forms that you will receive from us after the end of the year.

In your interest, the SEC recommends that you promptly advise Lehman of material changes in your investment objectives or financial situation. In the absence of such notification, Lehman will consider the information already in its files to be complete and accurate. If you are an introduced account, please notify your introducing broker.

If your Client Statement indicates a security was delivered to you or your designated representative, and it was not received within three weeks, you must notify your salesperson immediately. If you fail to notify your salesperson within five months of the statement delivery date, Lehman will not be responsible for the cost of posting a replacement bond.

### See addition p.1

### Member of SIPC

Lehman Brothers Inc. is a member of the Securities Investor Protection Corporation (SIPC). Therefore, subject to certain SIPC restrictions, securities and cash held by us in your account are protected up to \$500,000 per client (including up to \$100,000 for cash). Lehman Brothers Inc. has obtained coverage in addition to the existing SIPC protection from a major insurance underwriter. Thus, including the basic SIPC coverage, securities and cash held for you by Lehman Brothers Inc. are protected up to the total net equity per client. Such coverage does not protect against changes in market value. Sweep funds in the Lehman Brothers Bank Cash Deposit Account are not covered by SIPC. Funds on deposit with Lehman Brothers Bank Cash Deposit Account will be insured by the FDIC up to \$100,000 per depositor in each insurable capacity (e.g., individual, joint account, IRA, etc.) when aggregated with other deposits held in the same capacity at Lehman Brothers Bank. Funds in excess of the applicable deposit insurance limit will not be insured by FDIC. Further, securities lending and borrowing transactions and repurchase and reverse repurchase agreements may not be protected by SIPC. Please contact your Investment Representative for further information.

CONFIDENTIAL TREATMENT REQUESTED BY TRUSTEE FOR LBI

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

975

STANFORD INTL BANK LTD  
BANK 2  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE MONTHLY STATEMENT

DEC 2007	
IR NUMBER	ACCOUNT
379	76593443
Page 1	

US SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

### ----- OPENING ACCOUNT BALANCES -----

US DOLLAR 6,979.16CR

### ----- ITEMIZED CASH ACTIVITY -----

12/04/07 INTEREST EARNED	12/04/07 USD	20.10CR
12/07/07 FROM 76593443 TO 09610076	12/07/07 USD	6,999.26DB
	Total Cash USD	6,979.16DB**

### ----- CLOSING ACCOUNT BALANCES -----

US DOLLAR 0CR\*

### ----- MARGIN REQUIREMENT SUMMARY -----

Margin Requirement	Equity	Margin
Initial	Excess/Deficit	Call/Excess
-USD 0CR	0CR	0CR
Total Value in Base Currency		
USD 0CR	0CR	0CR

### ----- PROFIT & LOSS SUMMARY -----

Futures	Options	Options	Commission	Fees
Profit and Loss	Long Premium	Short Premium		

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

976

STANFORD INTL BANK LTD  
BANK 2  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE MONTHLY STATEMENT

DEC 2007	
IR NUMBER	ACCOUNT
379	76593443
Page 1	

US NON-SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

### ----- OPENING ACCOUNT BALANCES -----

US DOLLAR 26.70CR

### ----- ITEMIZED CASH ACTIVITY -----

12/07/07 FROM 76593443 TO 09610076

12/07/07 USD 26.70DB  
Total Cash USD 26.70DB\*\*

### ----- CLOSING ACCOUNT BALANCES -----

US DOLLAR 0CR\*

### ----- MARGIN REQUIREMENT SUMMARY -----

Margin Requirement	Equity	Margin
Initial	Excess/Deficit	Call/Excess
USD 0CR	0CR	0CR
Total Value in Base Currency		
USD 0CR	0CR	0CR

### ----- PROFIT & LOSS SUMMARY -----

Futures	Options	Options		
Profit and Loss	Long Premium	Short Premium	Commission	Fees



# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

977

STANFORD INTL BANK LTD  
BANK 2  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE MONTHLY STATEMENT

DEC 2007	
IR NUMBER	ACCOUNT
379	76593443
Page 1	

Combined Regcode Summary

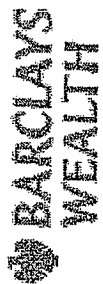
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ARE PAID TO CSFB.

----- ACCOUNT GRAND TOTAL MARGIN REQUIREMENT SUMMARY -----					
Margin Requirement		Equity		Margin	
Initial	OCR	Excess/Deficit	OCR	Call/Excess	OCR
USD	OCR				
Total Value in Base Currency					
USD	OCR				
----- ACCOUNT GRAND TOTAL PROFIT & LOSS SUMMARY -----					
Futures		Options		Options	
Profit and Loss	Long Premium	Short Premium	Commission	Fees	

# Understanding Your Futures/Foreign Exchange Monthly Statement

The following sections may appear on your statement depending upon the activity in your account.

<b>Opening Account Balances</b>	This represents the cash balance of your account at the beginning of the statement period by currency.
<b>Trade Confirmations</b>	Listing of all trades and trade adjustments during the statement period.
<b>Realized Futures Gains/Losses</b>	Listing of gains/losses resulting from futures contracts which were closed out or settled during the statement period.
<b>Foreign Exchange Settlements</b>	This represents proceeds and costs for foreign exchange contracts settled during the statement period.
<b>Itemized Cash Activity</b>	Listing of cash activity in the account during the statement period by currency.
<b>Closing Account Balances</b>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the statement period by currency.
<b>Open Futures And Open Forward Positions</b>	Listing of all futures and forward contracts in the account as of the statement date. Unrealized gains/losses, based on settlement prices for the close of business on the statement date, are shown by contract.
<b>Open Option Positions</b>	Listing of all options in the account as of the statement date. The Option Premium Value is the cost of purchasing or the proceeds selling the option, based on option premium prices as of the close of business on the statement date.
<b>Collateral Positions</b>	Listing of non-cash property in the account on the statement date. The margin value of collateral may be less than the collateral's market value. Some collateral may not be used for margin on certain exchanges or for certain transactions. Some collateral, such as guarantees or letters of credit, are not included in your account's Total Value Summary.
<b>Margin Summary</b>	This represents a summary of margin status as of close of business on the statement date.
<b>Account Grand Total Value Summary</b>	Listing of all cash, collateral (exclusive of guarantees or letters of credit), long and short option premium values and net unrealized gains and losses in the account.
<b>Profit &amp; Loss Summary</b>	A current month and current year listing of realized futures gains and losses, option premium cost of purchasing or proceeds of selling the option, and commission and fees charged to your account.
<b>Commissions And Fees</b>	Commissions on futures and options on futures as well as exchange, clearing and National Futures Association fees, where applicable, are charged to your account on each transaction.
<b>Interest Charges</b>	Interest is charged on any outstanding cash deficit, as well as obligations arising with respect to special arrangements you may have with our Firm.
<b>London Metal Exchange</b>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Lehman Brothers International (Europe), Lehman Brothers Inc. acts as carrying broker only. For business conducted over-the-counter ('OTC'), e.g. if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<b>Other Information</b>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
<b>Errors and Complaints</b>	Within the earlier of the seven days of our mailing of this statement, any written confirmation, daily statement or other notice with respect to transactions in the account, you must notify the Office Manager of the office servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
March 1 - March 31, 2009

page 1 of 6

**Your investment**

**representative:**

DRISCOLL/THOMAS  
BARCLAYS CAPITAL INC  
399 PARK AVENUE  
6TH FLOOR  
NEW YORK NY 10022  
TEL: 800 392 5000

**Portfolio summary**

3	Account asset allocation
4	Change in account value
4	Tax spotlight
6	Bulletin board
6	Holdings

**Valuation summary: USD**

Last period account value	10.21
This period account value	10.21

*All transaction dates  
appearing on this statement  
are settlement dates, unless  
otherwise labeled.*

STANFORD INTL BANK LTD  
NO. 11 PAVILLION DRIVE  
ST JOHN'S  
ANTIGUA AND BARBUDA

## Bulletin board (continued on pg.4)

Barclays Wealth is the wealth management division of Barclays Bank PLC, including Barclays Capital Inc. in the United States. Barclays Capital Inc., an affiliate of Barclays Bank PLC, is a U.S. registered broker-dealer and regulated by the Securities & Exchange Commission. The registered office of Barclays Capital Inc. is 200 Park Avenue, New York, NY 10166. Barclays Bank PLC is registered in England and Wales (registered no. 1026167) with a registered office at 1 Churchill Place, London, E14 5HP, United Kingdom. Barclays Bank PLC is authorized and regulated by the Financial Services Authority.

Barclays Capital Inc. ("BCI") is committed to complying with various customer identification and verification obligations. We may ask you to provide documentation or additional information, as necessary, to enable BCI to comply with these requirements. We may also screen your name against various databases to verify your identity. This verification applies to both new accounts and when changes are made to existing accounts. Please be assured that this information and documentation will be treated with the highest regard to your personal privacy.

### GO PAPERLESS



Sign up for electronic delivery of account statements and trade confirmations and we will plant a tree on your behalf.

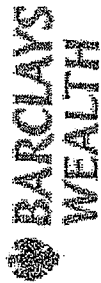
Visit [www.lehmanlive.com](http://www.lehmanlive.com) for details. If you currently do not have online access, please contact your Investment Representative.

Member SIPC

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## Understanding your portfolio statement

**Client Services Department** Within the U.S. 800-253-4626  
International 212-526-5600

Please contact us immediately to report any errors, omissions or discrepancies you find in your statement. Any oral communications should be re-confirmed in writing. Please send written inquiries to:

Barclays Wealth  
Compliance Division  
399 Park Avenue, 6th Floor  
New York, NY 10022-3763

If you have any questions about your statement or you have a material change in your investment objectives or financial situation, please call us. A financial statement of Barclays Capital Inc. is available for your personal inspection at our offices, or a copy of it will be mailed upon your written request.

**Transaction charges** Details of transaction charges and commissions are displayed on transaction confirmations, which have been mailed separately to you. We will also send you this information upon request.

**Client order policy** We route client orders to the market where we believe clients receive the best execution, taking into account price, reliability, market depth, quality of service, speed and efficiency. Ordinarily, we will route orders only to markets where there is an opportunity for them to be executed at better prices than the quoted bid or offer. Barclays Wealth does not accept hard-dollar payment for directing customer orders to particular broker/dealers or market centers. However, we may receive discounts, rebates, reductions of fees or credits as a result of the overall volume of our trading activity or directing certain orders. But these benefits will generally not be sufficient to offset the cost of directing orders to such broker/dealers or market centers. If your statement indicates that a security was delivered to you or your designated representative, and you have not received it within three weeks, you must notify your branch office immediately. If you do not notify your branch office within 5 months of the statement delivery date, Barclays Wealth will not be responsible for the cost of posting a replacement bond.

**Pricing and foreign exchange rates** We obtain pricing and foreign exchange rates from various outside sources and do not guarantee the accuracy, reliability, completeness or attainability of this information. The prices of the securities appearing herein have not been adjusted from the closing market prices to reflect any adjustment (such as an illiquidity discount) that may apply or be appropriate to a particular security or position that is a restricted security, a control security or a similar type of security that is not freely tradable in the hands of the client. You or your service providers should make the necessary adjustments that you believe are appropriate for the security, the client's status and the prevailing market conditions. The prices and rates in this statement indicate values as of the close of business on the last business day of the month only.

**Cost basis** The unit cost for securities have been obtained from various outside sources, including, where applicable, supplied by you. We do not guarantee the accuracy, reliability or completeness of this information. Cost basis and associated realized gain and loss information has been provided to you as a courtesy. Such information may not reflect all adjustments necessary for tax

## Premier client account 831-03935

reporting purposes. You should verify cost basis and corresponding gain/loss information against your own records when calculating reportable gain or loss resulting from a sale. You are solely responsible for the accuracy of cost basis and gain/loss information reported to federal, state and other taxing authorities.

**Funds and securities** Clients funds and securities are held at Barclays Wealth. We will pay you a free credit balance in any account, except for regulated commodity accounts, on demand. These funds may be used for our business purposes and are properly accounted for on our record book.

**Guide to Barclays Capital Inc. Equity Research Rating System:** Our coverage analysts use a relative rating system in which they rate stocks as 1-Overweight, 2-Equal weight or 3-Underweight (see definitions below) relative to other companies covered by the analyst or a team of analysts that are deemed to be in the same industry sector ("the sector coverage universe").

In addition to the stock rating, we provide sector views which rate the outlook for the sector coverage universe as 1-Positive, 2-Neutral or 3-Negative (see definitions below). A rating system using terms such as buy, hold and sell is not the equivalent of our rating system. Investors should carefully read the entire research report including the definitions of all ratings and not infer its contents from ratings alone.

	Stock Rating
1 - Overweight:	The stock is expected to outperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
2 - Equal weight:	The stock is expected to perform in line with the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
3 - Underweight:	The stock is expected to underperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
RS Rating Suspended:	The rating and target price have been suspended temporarily to comply with applicable regulations and/or firm policies in certain circumstances including when Barclays Capital Inc. is acting in an advisory capacity in a merger or strategic transaction involving the company.
	Sector View
1 - Pos / Positive:	"sector coverage universe" fundamentals/valuations are improving.
2 - Neu / Neutral:	sector coverage universe fundamentals/valuations are steady, neither improving nor deteriorating.
3 - Neg / Negative:	sector coverage universe fundamentals/valuations are deteriorating.

**Independent Research:** We provide ratings from independent Research Providers ("IRPs") for certain companies. BNY Jaywalk Inc., an intermediary, maps individual IRP ratings to standard ratings (1-Buy, 2-Hold, 3-Sell) which are referenced on your statement.

## STANFORD INTL BANK LTD March 1 - March 31, 2009

**Taxes** For tax reporting purposes, you should rely on the official tax forms we send you after the end of the year.

**Late charges** If you purchase securities in your cash account and do not make payment by the settlement day, you may have to pay a late charge.

**Interest charges** Any interest you are charged is generally calculated from the 1st day of the prior month to the last day of the prior month, with interest charged to your account on the first business day of the new month.

**To calculate interest charges, we do the following:**  
Net average debit balance x interest rate x number of days the debit was outstanding x 1/360

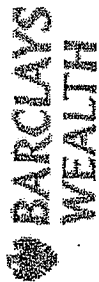
We charge you interest on the debit balance in your account. Interest charges that are not paid will be added to the opening balance debit balance in your account for the next interest period.

**Credit balances** In accordance w/ Financial Industry Regulatory Authority Rule 436, it is our understanding that any free credit balances in your account are being maintained for the purpose of investing those amounts through us.

**General Information** All transactions are subject to the constitutions, rules, regulations, customs, usages, rulings and interpretations of the pertinent exchanges, markets, self-regulatory organizations and clearing houses, as well as the terms and conditions set forth on the reverse side of the Barclays Wealth trade confirmation. All balances are subject to verification. Post-settlement and other differences may appear on subsequent statements. We and our affiliates trade for our own accounts, including as odd lot dealers, block positioners or arbitrageurs. At the time of any transaction in your account, we or our affiliates may have a long or short position in the same security and our positions may be completely or partially hedged. This statement should be preserved, as it may be necessary for the preparation and subsequent examination of your income tax return and to verify interest charges that may appear on your next statement.

We are required by law to report to the Internal Revenue Services certain dividends, bond interest and the net proceeds of certain transactions. For tax reporting purpose, you should rely on the 1099 forms that you will receive from us after the end of the year.

**Member of SIPC** Barclays Capital Inc. is a member of the Securities Investor Protection Corporation (SIPC). SIPC provides protection for the securities and cash held in client accounts up to \$500,000 per client (including up to \$100,000 for claims for cash). In addition to the coverage required by SIPC, Barclays Capital Inc. carries excess coverage protection from Lloyd's of London. Thus, the securities and cash held for clients by Barclays Capital Inc. are protected up to \$500 million for any one client loss (\$1.2 million for cash) with an aggregate loss limit of \$500 million for all claims. This coverage does not protect against changes in market value. Securities lending, borrowing transactions (including repurchase and reverse repurchase agreements), and private equity may not be protected by SIPC. You may obtain information about SIPC, including the SIPC brochure, at [www.sipc.org](http://www.sipc.org) or by calling 202-371-8300.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
March 1 - March 31, 2009

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## Account asset allocation

Asset allocation includes derivative instruments classified based upon the corresponding underlying security and does not represent a comprehensive risk assessment of your account.

	Last period	This period	% change
Cash, cash equivalents & other	\$ 10.21	\$ 10.21	%

## Change in account value

Interest and dividends for this year include all income received in 2009. Please see the Tax Spotlight section for a summary of income that may be reportable in 2009.

	This period	This year
Opening portfolio value	\$ 10.21	\$ 10,656,152.24
Withdrawals	0.00	- 10,419,436.38
Dividends	0.00	- 21,877.54
Tax withheld	0.00	- 1,205.49
Change in value*	0.00	- 257,377.70
Closing portfolio value	\$ 10.21	

\* May include changes in market value, changes in accrued interest or securities transferred in or out of your account.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
March 1 - March 31, 2009

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## Tax spotlight

This is not a tax document. This information is being provided for your convenience and is for informational purposes only. Information on hedge funds, limited partnerships, private equity, and private offerings are excluded from this section. For tax reporting, you should rely on your official tax documents. Transactions requiring tax consideration should be reviewed with your accountant or tax advisor.

Your positions were held at Lehman Brothers Inc. through on or about September 25, 2008. Income and realized gains and losses on your positions through the date they were moved are based on information obtained from Lehman Brothers Inc. Barclays Capital Inc. has not verified such information and assumes no responsibility or liability for the accuracy of such information.

Reportable income	This period	This year
Dividends	\$ 0.00	-\$ 3,380.89
Realized capital gains and losses		
Short term gains and losses	\$ 0.00	\$ 3,461.72
Long-term gains and losses	0.00	326,236.69
Total	\$ 0.00	\$ 329,698.41
Withholding		
Non US citizen (NRA)	\$ 0.00	-\$ 1,205.49
Additional information		
Proceeds from sales	\$ 0.00	\$ 10,249,360.93

Cash In Lieu (C-I-L) proceeds from fractional shares are not included in this section. The IRS does not require reporting on C-I-L under §20. Higher amounts will appear on your year end tax form based on your tax reporting status.

Gain/Loss information excludes cash, cash equivalents, and other, alternative investments, and commodity & commodities equivalents - private offerings.

## Bulletin board (continued from pg. 1)

As part of the acquisition by Barclays Capital Inc. ("BCI") of assets relating to the Lehman Brothers Private Investment Management business effective on September 22, 2008 your account relationship was transferred to BCI and the assets held in your account have been, or are in the process of being, transferred to BCI by the trustee of the Lehman Brothers Inc. bankruptcy. This transfer of account relationships did not result in the assignment or assumption by BCI of the accompanying Lehman Brothers Client Agreement, although we will

## Bulletin board (continued from pg. 1)

operate the account under the same terms and conditions as described in your Lehman Brothers Client Agreement for the foreseeable future. We are in the process of updating all client documentation, and will be providing you with new Barclays Wealth Client Agreements and Terms & Conditions to execute in 2009.

Business Continuity at Barclays Capital Inc. ("BCI"): For information on how BCI would respond to a significant business disruption, please call our information line at 1-866-663-2360.

Additional information about your Investment Representative or your Representative's brokerage firm may be available by accessing FINRA's BrokerCheck program. Please visit [www.nasdbrokercheck.com](http://www.nasdbrokercheck.com) or call 1-800-289-9399 for more information.

The wiring instructions for Barclays Wealth have changed. To transmit funds into your account(s), please use the information shown below. If you have any questions contact your investment professional.

Bank of New York  
ABA # 021 000018  
A/C: Barclays Wealth LE PIM Receive  
A/C #890 0692 839  
F/C Customer Name and Account Number

Barclays Wealth continues to offer independent third party research for certain companies that are covered by the Barclays Capital Equity Research Department. Clients may access both Barclays Capital and Independent research through [www.LehmanLive.com](http://www.LehmanLive.com) or by calling (800) 253-4626. Please contact your investment professional with any questions.

Lehman Brothers Inc. clients whose assets were transferred to Barclays Wealth will receive two Form 1099 statements. Barclays Wealth 1099s



Premier client account  
831-03935

STANFORD INTL BANK LTD  
March 1 - March 31, 2009

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### Bulletin board *(continued from pg. 1)*

were mailed on or around February 18, 2009. Estate of Lehman Brothers has applied to the IRS for an extension, which would permit issuance of the Consolidated Form 1099 as late as March 17, 2009.

Clients invested with Neuberger Berman managers already should have received a Form 1099 statement from Ridge Clearing & Outsourcing Solutions, Inc ("Ridge").



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831-03935

STANFORD INTL BANK LTD  
March 1 - March 31, 2009

page 6 of 6

## HOLDINGS

*In instances where prices of securities are not readily available, securities have no values, securities may not have been actively traded or where other factors prevent the pricing of securities, "n/a" appears in the market price column, the market value for the security is not computed and the total equity in your account does not reflect the long or short market value (if any) of those securities. Please also note that totals may differ from the sum on individual components due to rounding.*

*Unrealized gain/loss total reflects all positions for which a cost basis is available. Please review the Tax Lot section for details regarding cost basis.*

## Cash, cash equivalents & other

*Money Market Preferred, SAVRs and other Auction Rate Securities are included in the Cash, Cash Equivalents and Other category. The interest rate on these securities generally is reset on a periodic basis in an auction process. Investors should be aware that these securities may have a final legal maturity date that is of a long-term nature and that under certain circumstances the rate paid or the mechanism for setting the rate paid on these securities could change. Please consult your investment representative with any questions.*

*Gain/Loss information also excludes cash, cash equivalents, and other.*

Cash balance

CASH ACCOUNT

Value  
\$ 10.21

Total Cash, cash equivalents & other

Market value (USD)  
Accrued income (USD)  
\$ 10.21  
\$ 0.00  
\$ 10.21





Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

page 1 of 6

#### Your investment

##### representative:

DRISCOLL/THOMAS  
BARCLAYS CAPITAL INC  
399 PARK AVENUE  
6TH FLOOR  
NEW YORK NY 10022  
TEL: 800 392 5000

#### Portfolio summary

3	Account asset allocation
4	Change in account value
4	Tax spotlight
6	Bulletin board
6	Holdings

#### Valuation summary: USD

Last period account value
10.21
This period account value
10.21

All transaction dates  
appearing on this statement  
are settlement dates, unless  
otherwise labeled.

STANFORD INTL BANK LTD  
NO. 11 PAVILLION DRIVE  
ST JOHN'S  
ANTIGUA AND BARBUDA

## Bulletin board (continued on pg.4)

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Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

## Understanding your portfolio statement

Client Services Department Within the U.S. 800-253-4628  
International 212-528-5600

Please contact us immediately to report any errors, omissions or discrepancies you find in your statement. Any oral communications should be re-confirmed in writing. Please send written inquiries to:

Barclays Wealth  
Compliance Division  
399 Park Avenue, 6th Floor  
New York, NY 10022-3763

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**Pricing and foreign exchange rates** We obtain pricing and foreign exchange rates from various outside sources and do not guarantee the accuracy, reliability, completeness or attainability of this information. The prices of the securities appearing herein have not been adjusted from the closing market prices to reflect any adjustment (such as an illiquidity discount) that may apply or be appropriate to a particular security or position that is a restricted security, a control security or a similar type of security that is not freely tradable in the hands of the client. You or your service providers should make the necessary adjustments that you believe are appropriate for the security, the client's status and the prevailing market conditions. The prices and rates in this statement indicate values as of the close of business on the last business day of the month only.

**Cost basis** The unit cost for securities have been obtained from various outside sources, including, where applicable, supplied by you. We do not guarantee the accuracy, reliability or completeness of this information. Cost basis and associated realized gain and loss information has been provided to you as a courtesy. Such information may not reflect all adjustments necessary for tax

reporting purposes. You should verify cost basis and corresponding gain/loss information against your own records when calculating reportable gain or loss resulting from a sale. You are solely responsible for the accuracy of cost basis and gain/loss information reported to federal, state and other taxing authorities.

**Funds and securities** Clients funds and securities are held at Barclays Wealth. We will pay you a free credit balance in any account, except for regulated commodity accounts, on demand. These funds may be used for our business purposes and are properly accounted for on our record book.

**Guide to Barclays Capital Inc. Equity Research Rating System:** Our coverage analysts use a relative rating system in which they rate stocks as 1-Overweight, 2-Equal weight or 3-Underweight (see definitions below) relative to other companies covered by the analyst or a team of analysts that are deemed to be in the same industry sector ("the sector coverage universe").

In addition to the stock rating, we provide sector views which rate the outlook for the sector coverage universe as 1-Positive, 2-Neutral or 3-Negative (see definitions below). A rating system using terms such as buy, hold and sell is not the equivalent of our rating system. Investors should carefully read the entire research report including the definitions of all ratings and not infer its contents from ratings alone.

	Stock Rating
1 - Overweight:	The stock is expected to outperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
2 - Equal weight:	The stock is expected to perform in line with the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
3 - Underweight:	The stock is expected to underperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
RS Rating Suspended:	The rating and target price have been suspended temporarily to comply with applicable regulations and/or firm policies in certain circumstances including when Barclays Capital Inc. is acting in an advisory capacity in a merger or strategic transaction involving the company.
	Sector View
1 - Pos / Positive:	"sector coverage universe" fundamentals/valuations are improving.
2 - Neu / Neutral:	sector coverage universe fundamentals/valuations are steady, neither improving nor deteriorating.
3 - Neg / Negative:	sector coverage universe fundamentals/valuations are deteriorating.

**Independent Research:** We provide ratings from Independent Research Providers ("IRPs") for certain companies. BNY Jaywalk Inc., an intermediary, maps individual IRP ratings to standard ratings (1-Buy, 2-Hold, 3-Sell) which are referenced on your statement.

**Taxes** For tax reporting purposes, you should rely on the official tax forms we send you after the end of the year.

**Late charges** If you purchase securities in your cash account and do not make payment by the settlement day, you may have to pay a late charge.

**Interest charges** Any interest you are charged is generally calculated from the 1st day of the prior month to the last day of the prior month, with interest charged to your account on the first business day of the new month.

### To calculate interest charges, we do the following:

Net average debit balance x interest rate x number of days the debit was outstanding x 1/360

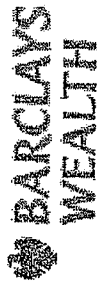
We charge you interest on the debit balance in your account. Interest charges that are not paid will be added to the opening balance debit balance in your account for the next interest period.

**Credit balances** In accordance w/ Financial Industry Regulatory Authority Rule 436, it is our understanding that any free credit balances in your account are being maintained for the purpose of investing those amounts through us.

**General information** All transactions are subject to the constitutions, rules, regulations, customs, usages, rulings and interpretations of the pertinent exchanges, markets, self-regulatory organizations and clearing houses, as well as the terms and conditions set forth on the reverse side of the Barclays Wealth trade confirmation. All balances are subject to verification. Post-settlement and other differences may appear on subsequent statements. We and our affiliates trade for our own accounts, including as odd lot dealers, block positioners or arbitrageurs. At the time of any transaction in your account, we or our affiliates may have a long or short position in the same security and our positions may be completely or partially hedged. This statement should be preserved, as it may be necessary for the preparation and subsequent examination of your income tax return and to verify interest charges that may appear on your next statement.

We are required by law to report to the Internal Revenue Service certain dividends, bond interest and the net proceeds of certain transactions. For tax reporting purpose, you should rely on the 1099 forms that you will receive from us after the end of the year.

**Member of SIPC** Barclays Capital Inc. is a member of the Securities Investor Protection Corporation (SIPC). SIPC provides protection for the securities and cash held in client accounts up to \$500,000 per client (including up to \$100,000 for claims for cash). In addition to the coverage required by SIPC, Barclays Capital Inc. carries excess coverage protection from Lloyd's of London. Thus, the securities and cash held for clients by Barclays Capital Inc. are protected up to \$500 million for any one client loss (\$1.2 million for cash) with an aggregate loss limit of \$500 million for all claims. This coverage does not protect against changes in market value, securities lending, borrowing transactions (including repurchase and reverse repurchase agreements), and private equity may not be protected by SIPC. You may obtain information about SIPC, including the SIPC brochure, at [www.sipc.org](http://www.sipc.org) or by calling 202-371-8300.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

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## Account asset allocation

Asset allocation includes derivative instruments classified based upon the corresponding underlying security and does not represent a comprehensive risk assessment of your account.

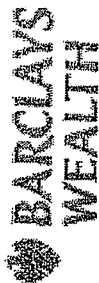
	Last period	This period	% change
Cash, cash equivalents & other	\$ 10.21	\$ 10.21	%

## Change in account value

Interest and dividends for this year include all income received in 2009. Please see the Tax Spotlight section for a summary of income that may be reportable in 2009.

	This period	This year
Opening portfolio value	\$ 10.21	\$ 10,656,152.24
Withdrawals	0.00	- 10,419,436.38
Dividends	0.00	21,877.54
Tax withheld	0.00	- 1,205.49
Change in value*	0.00	- 257,377.70
Closing portfolio value	\$ 10.21	

\* May include changes in market value, changes in accrued interest or securities transferred in or out of your account.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

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## Tax spotlight

This is not a tax document. This information is being provided for your convenience and is for informational purposes only. Information on hedge funds, limited partnerships, private equity, and private offerings are excluded from this section. For tax reporting, you should rely on your official tax documents. Transactions requiring tax consideration should be reviewed with your accountant or tax advisor.

Your positions were held at Lehman Brothers Inc. through on or about September 25, 2008. Income and realized gains and losses on your positions through the date they were moved are based on information obtained from Lehman Brothers Inc. Barclays Capital Inc. has not verified such information and assumes no responsibility or liability for the accuracy of such information.

	This period	This year
<b>Reportable income</b>		
Dividends	\$ 0.00	-\$ 3,380.89
<b>Realized capital gains and losses</b>		
Short term gains and losses	\$ 0.00	\$ 3,461.72
Long-term gains and losses	0.00	326,236.69
<b>Total</b>	<b>\$ 0.00</b>	<b>\$ 329,698.41</b>
<b>Withholding</b>		
Non US citizen (NRA)	\$ 0.00	-\$ 1,205.49
<b>Additional information</b>		
Proceeds from sales	\$ 0.00	\$ 10,249,360.93

Cash In Lieu (C-I-L) proceeds from fractional shares are not included in this section. The IRS does not require reporting on C-I-L under §20. Higher amounts will appear on your year end tax form based on your tax reporting status.

Gain/Loss information excludes cash, cash equivalents, and other, alternative investments, and commodity & commodities equivalents - private offerings.

## Bulletin board (continued from pg. 1)

As part of the acquisition by Barclays Capital Inc. ("BCI") of assets relating to the Lehman Brothers Private Investment Management business effective on September 22, 2008 your account relationship was transferred to BCI and the assets held in your account have been, or are in the process of being, transferred to BCI by the trustee of the Lehman Brothers Inc. bankruptcy. This transfer of account relationships did not result in the assignment or assumption by BCI of the accompanying Lehman Brothers Client Agreement, although we will

## Bulletin board (continued from pg. 1)

operate the account under the same terms and conditions as described in your Lehman Brothers Client Agreement for the foreseeable future. We are in the process of updating all client documentation, and will be providing you with new Barclays Wealth Client Agreements and Terms & Conditions to execute in 2009.

In the event of an significant business disruption at Barclays Wealth in the Americas, please refer to [www.barclayswealthamericas.com](http://www.barclayswealthamericas.com) or call our customer information line +1 866 663 2360 to hear updates on a recorded message. For more information on Barclays Wealth's approach to business continuity management please go to [www.barclayswealthamericas.com](http://www.barclayswealthamericas.com). Important information, or contact Joanne Klein at +1 212 412 6722 or [joanne.klein@barcap.com](mailto:joanne.klein@barcap.com).

Additional information about your Investment Representative or your Representative's brokerage firm may be available by accessing FINRA's BrokerCheck program. Please visit [www.finra.org/brokercheck](http://www.finra.org/brokercheck) or call 1-800-289-9999 for more information.

The wiring instructions for Barclays Wealth have changed. To transmit funds into your account(s), please use the information shown below. If you have any questions contact your investment professional.

Bank of New York  
ABA # 021 000018  
A/C: Barclays Wealth LE PIM Receive  
A/C #890 0692 839  
F/C Customer Name and Account Number

Barclays Wealth continues to offer independent third party research for certain companies that are covered by the Barclays Capital Equity Research Department. Clients may access both Barclays Capital and Independent research through [www.LehmanLive.com](http://www.LehmanLive.com) or by calling (800) 253-4626. Please contact your investment professional with any



Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

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Bulletin board *(continued from pg. 1)*

questions.



Premier client account  
831-03935

STANFORD INTL BANK LTD  
April 1 - April 30, 2009

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## HOLDINGS

In instances where prices of securities are not readily available, securities have no values, securities may not have been actively traded or where other factors prevent the pricing of securities, "N/A" appears in the market price column, the market value for the security is not computed and the total equity in your account does not reflect the long or short market value (if any) of those securities. Please also note that totals may differ from the sum on individual components due to rounding.  
Unrealized gain/loss total reflects all positions for which a cost basis is available. Please review the Tax Lot section for details regarding cost basis.

### Cash, cash equivalents & other

Money Market Preferred, SAVRs and other Auction Rate Securities are included in the Cash, Cash Equivalents and Other category. The interest rate on these securities generally is reset on a periodic basis in an auction process. Investors should be aware that these securities may have a final legal maturity date that is of a long-term nature and that under certain circumstances the rate paid or the mechanism for setting the rate paid on these securities could change. Please consult your investment representative with any questions.

Gain/Loss information also excludes cash, cash equivalents, and other.

Cash balance

CASH ACCOUNT

Value  
\$ 10.21

Total Cash, cash equivalents & other

Market value (USD)  
Accrued income (USD)  
\$ 10.21  
\$ 0.00  
\$ 10.21



Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

page 1 of 4

**Your investment**

**representative:**

THROUGH THE COURTESY OF  
BARCLAYS CAPITAL INC  
745 SEVENTH AVENUE  
3RD FLOOR  
NEW YORK NY 10019  
TEL: 212-526-0236

**Copies of this statement**

have been sent to:

STANFORD FINANCIAL GROUP CO  
941-40404

**Portfolio summary**

Change in account value  
Activity

4

**Valuation summary: USD**

Last period account value

0.00

This period account value

0.00

*All transaction dates  
appearing on this statement  
are settlement dates, unless  
otherwise labeled.*

STANFORD INTL BANK LTD  
NO. 11 PAVILLION DRIVE  
ST JOHN'S  
ANTIGUA AND BARBUDA



## Understanding your portfolio statement

Client Services Department Within the U.S. 800-253-4626  
International 212-526-5600

Please contact us immediately to report any errors, omissions or discrepancies you find in your statement. Any oral communications should be re-confirmed in writing. Please send written inquiries to:

Barclays  
Complacé Division  
399 Park Avenue, 6th Floor  
New York, NY 10022-3763

If you have any questions about your statement or you have a material change in your investment objectives or financial situation, please call us. A financial statement of Barclays Capital Inc. is available for your personal inspection at our offices, or a copy of it will be mailed upon your written request.

**Transaction charges** Details of transaction charges and commissions are displayed on transaction confirmations, which have been mailed separately to you. We will also send you this information upon request.

**Client order policy** We route client orders to the market where we believe clients receive the best execution, taking into account price, reliability, market depth, quality of service, speed and efficiency. Ordinarily, we will route orders only to markets where there is an opportunity for them to be executed at better prices than the quoted bid or offer. Barclays does not accept hard-dollar payment for directing customer orders to particular broker/dealers or market centers. However, we may receive discounts, rebates, reductions of fees or credits as a result of the overall volume of our trading activity or directing certain orders. But these benefits will generally not be sufficient to offset the cost of directing orders to such broker/dealers or market centers. If your statement indicates that a security was delivered to you or your designated representative, and you have not received it within three weeks, you must notify your branch office immediately. If you do not notify your branch office within 5 months of the statement delivery date, Barclays will not be responsible for the cost of posting a replacement bond.

**Pricing and foreign exchange rates** We obtain pricing and foreign exchange rates from various outside sources and do not guarantee the accuracy, reliability, completeness or attainability of this information. The prices of the securities appearing herein have not been adjusted from the closing market prices to reflect any adjustment (such as an illiquidity discount) that may apply or be appropriate to a particular security or position that is a restricted security, a control security or a similar type of security that is not freely tradable in the hands of the client. You or your service providers should make the necessary adjustments that you believe are appropriate for the security, the client's status and the prevailing market conditions. The prices and rates in this statement indicate values as of the close of business on the last business day of the month only.

**Cost basis** The unit cost for securities have been obtained from various outside sources, including, where applicable, supplied by you. We do not guarantee the accuracy, reliability or completeness of this information. Cost basis and associated realized gain and loss information has been provided to you as a courtesy. Such information may not reflect all adjustments necessary for tax

## Brokerage account 941-40404

reporting purposes. You should verify cost basis and corresponding gain/loss information against your own records when calculating reportable gain or loss resulting from a sale. You are solely responsible for the accuracy of cost basis and gain/loss information reported to federal, state and other taxing authorities.

**Funds and securities** Clients funds and securities are held at Barclays. We will pay you a free credit balance in any account, except for regulated commodity accounts, on demand. These funds may be used for our business purposes and are properly accounted for on our record book.

**Guide to Barclays Capital Inc. Equity Research Rating System:** Our coverage analysts use a relative rating system in which they rate stocks as 1-Overweight, 2-Equal weight or 3-Underweight (see definitions below) relative to other companies covered by the analyst or a team of analysts that are deemed to be in the same industry sector ("the sector coverage universe").

In addition to the stock rating, we provide sector views which rate the outlook for the sector coverage universe as 1-Positive, 2-Neutral or 3-Negative (see definitions below). A rating system using terms such as buy, hold and sell is not the equivalent of our rating system. Investors should carefully read the entire research report including the definitions of all ratings and not infer its contents from ratings alone.

	Stock Rating
1 - Overweight:	The stock is expected to outperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
2 - Equal weight:	The stock is expected to perform in line with the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
3 - Underweight:	The stock is expected to underperform the unweighted expected total return of the sector coverage universe over a 12-month investment horizon.
RS Rating Suspended:	The rating and target price have been suspended temporarily to comply with applicable regulations and/or firm policies in certain circumstances including when Barclays Capital Inc. is acting in an advisory capacity in a merger or strategic transaction involving the company.
	Sector View
1 - Pos / Positive:	"sector coverage universe" fundamentals/valuations are improving.
2 - Neu / Neutral:	sector coverage universe fundamentals/valuations are steady, neither improving nor deteriorating.
3 - Neg / Negative:	sector coverage universe fundamentals/valuations are deteriorating.

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## STANFORD INTL BANK LTD November 1 - November 30, 2008

**Taxes** For tax reporting purposes, you should rely on the official tax forms we send you after the end of the year.

**Late charges** If you purchase securities in your cash account and do not make payment by the settlement day, you may have to pay a late charge.

**Interest charges** Any interest you are charged is generally calculated from the 21st day of each month through the 20th day of the following month. When the 20th day falls on a weekend or holiday, the interest is calculated through that weekend or holiday, and the next business day is the start of the next interest period.

**To calculate interest charges, we do the following:**  
Net average debit balance x interest rate x number of days the debit was outstanding x 1/360

We charge you interest on the debit balance in your account. Interest charges that are not paid will be added to the opening balance debit balance in your account for the next interest period.

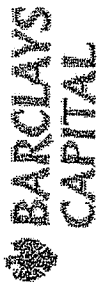
**Credit balances** In accordance with Financial Industry Regulatory Authority Rule 438, it is our understanding that any free credit balances in your account are being maintained for the purpose of investing those amounts through us.

**General information** All transactions are subject to the constitutions, rules, regulations, customs, usages, rulings and interpretations of the pertinent exchanges, markets, self-regulatory organizations and clearing houses, as well as the terms and conditions set forth on the reverse side of the Barclays trade confirmation. All balances are subject to verification. Post-settlement and other differences may appear on subsequent statements. We and our affiliates trade for our own accounts, including as odd lot dealers, block positioners or arbitrageurs. At the time of any transaction in your account, we or our affiliates may have a long or short position in the same security and our positions may be completely or partially hedged. This statement should be preserved, as it may be necessary for the preparation and subsequent examination of your income tax return and to verify interest charges that may appear on your next statement.

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Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

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### Change in account value

Interest and dividends for this year include all income received in 2008. Please see the Tax Spotlight section for a summary of income that may be reportable in 2008.

	This period	This year
Opening portfolio value	\$ 0.00	\$ 0.00
Deposits	18,994.53	38,179.05
Withdrawals	- 18,994.53	- 38,179.05
Closing portfolio value	\$ 0.00	



Brokerage account  
941-40404

STANFORD INTL BANK LTD  
November 1 - November 30, 2008

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## ACTIVITY

Deposits		Date	Tracking code	Reference No.	Amount	Comment
096-93143 FED WIRE PAYMENT		05 Nov 2008			\$ 18,994.53	
Withdrawals		Date	Tracking code	Reference No.	Amount	Comment
FUNDS WIRED TO PEOPLES UNITED BANK STANFORD INTL BANK LTD		05 Nov 2008			-\$ 18,994.53	

# LEHMAN BROTHERS

Regulated by the FSA

LEHMAN BROTHERS INC  
25 BANK STREET  
LONDON E14 5LE

995

STANFORD INTL. BANK LIMITED  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000, LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE CONFIRMATION

JUN 04, 2007	
IR NUMBER	ACCOUNT
379	76593143
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US SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

### OPENING ACCOUNT BALANCES

JS DOLLAR 2,943.47CR

### ITEMIZED CASH ACTIVITY

6/01/07 INTEREST EARNED 6/04/07 USD 8,529.97CR

### CLOSING ACCOUNT BALANCES

JS DOLLAR 11,473.44CR\*

### MARGIN REQUIREMENT SUMMARY

Margin Requirement	Equity	Margin
Initial	Excess/Deficit	Call/Excess

JSD	OCR	11,473.44CR	11,473.44CR
-----	-----	-------------	-------------

Total Value in Base Currency

JSD	OCR	11,473.44CR	11,473.44CR
-----	-----	-------------	-------------

### ACCOUNT VALUE SUMMARY

Account Balance	Unrealized G/L on Futures	Net Present Value on Forwards	Net Option Value	Collateral Market Value	Net Liquidating Value
JSD 11,473.44CR	OCR	OCR	OCR	OCR	11,473.44CR

# LEHMAN BROTHERS

Regulated by the FSA

LEHMAN BROTHERS INC  
25 BANK STREET  
LONDON E14 5LE

996

## FUTURES/FOREIGN EXCHANGE CONFIRMATION

STANFORD INTL. BANK LIMITED  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000, LAUSANNE 30 GREY  
SWITZERLAND

JUN 04, 2007	
IR NUMBER	ACCOUNT
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US NON-SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

### OPENING ACCOUNT BALANCES

US DOLLAR 0CR

### ITEMIZED CASH ACTIVITY

6/01/07 INTEREST CHARGED 6/04/07 USD 14,791.86DB

### CLOSING ACCOUNT BALANCES

US DOLLAR 14,791.86DB\*

### MARGIN REQUIREMENT SUMMARY

Margin Requirement Initial	Equity Excess/Deficit	Margin Call/Excess
USD 0CR	14,791.86DB	14,791.86DB

Total Value in Base Currency

USD 0CR 14,791.86DB 14,791.86DB

### ACCOUNT VALUE SUMMARY

Account Balance	Unrealized G/L on Futures	Net Present Value on Forwards	Net Option Value	Collateral Market Value	Net Liquidating Value
USD 14,791.86DB	0CR	0CR	0CR	0CR	14,791.86DB

STANFORD INTL. BANK LIMITED  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000, LAUSANNE 30 GREY  
SWITZERLAND

**FUTURES/FOREIGN EXCHANGE  
CONFIRMATION**

JUN 04, 2007	
IR NUMBER	ACCOUNT
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Combined Regcode Summary

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

----- ACCOUNT GRAND TOTAL MARGIN REQUIREMENT SUMMARY -----  
----- Margin Requirement -----  
----- Initial ----- Equity ----- Margin -----  
----- Excess/Deficit ----- Call/Excess -----

USD                      OCR                                      3,318.42DB                      3,318.42DB

Total Value in Base Currency

USD                      OCR                                      3,318.42DB                      3,318.42DB

----- ACCOUNT GRAND TOTAL VALUE SUMMARY -----  
----- Account ----- Unrealized G/L ----- Net Present Value ----- Net Option ----- Collateral ----- Net Liquidating -----  
----- Balance ----- on Futures ----- on Forwards ----- Value ----- Market Value ----- Value -----

USD              3,318.42DB                      OCR                      OCR                      OCR                      OCR                      3,318.42DB

Total Value in Base Currency

USD              3,318.42DB                      OCR                      OCR                      OCR                      OCR                      3,318.42DB

## Understanding Your Futures/Foreign Exchange Confirmation

The following sections may appear on your statement depending upon the activity in your account.

<i>Opening Account Balances</i>	This represents the cash balance of your account at the beginning of the confirmation period by currency.
<i>Trade Confirmations</i>	Listing of all trades and trade adjustments during the confirmation period.
<i>Realized Futures Gains/Losses</i>	Listing of gains/losses resulting from futures contracts which were closed out or settled during the confirmation period.
<i>Foreign Exchange Settlements</i>	This represents proceeds and costs for foreign exchange contracts settled during the confirmation period.
<i>Itemized Cash Activity</i>	Listing of cash activity in the account during the confirmation period by currency.
<i>Closing Account Balances</i>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the confirmation period by currency.
<i>Commissions And Fees</i>	Commissions on futures and options on futures as well as exchange, clearing and National Futures Association fees, where applicable, are charged to your account on each transaction.
<i>Interest Charges</i>	Interest is charged on any outstanding cash deficit, as well as obligations arising with respect to special arrangements you may have with our Firm.
<i>London Metal Exchange</i>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Lehman Brothers International (Europe). Lehman Brothers Inc. acts as carrying broker only. For business conducted over-the-counter ("OTC"), e.g., if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<i>Other Information</i>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
<i>Errors and Complaints</i>	Within the earlier of the seven days of our mailing of this confirmation, or any other notice with respect to transactions in the account, you must notify the Office Manager of the office servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account.

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

999

STANFORD INTL. BANK LIMITED  
C/O STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILE 2/CP116  
CH1000, LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE MONTHLY STATEMENT

DEC 2007	
IR NUMBER	ACCOUNT
379	76593143
Page 1	

US SEGREGATED ACCOUNT

CREDIT SUISSE FIRST BOSTON (EUROPE) LIMITED (CSFB) IS YOUR AGENT.  
LEHMAN BROTHERS IS NOT AFFILIATED WITH CSFB AND IS NOT RESPONSIBLE  
FOR ITS CONDUCT. YOUR ACCOUNT IS CHARGED COMMISSIONS PART OF WHICH  
ARE PAID TO CSFB.

MARGIN REQUIREMENT SUMMARY					
Margin Requirement		Equity		Margin	
Initial		Excess/Deficit		Call/Excess	
USD	OCR		OCR		OCR
Total Value in Base Currency					
USD	OCR		OCR		OCR
PROFIT & LOSS SUMMARY					
Futures		Options		Options	
Profit and Loss		Long Premium		Short Premium	
YTD USD	687,984.34CR	OCR	OCR	Commission	Fees
				1,432.00DB	1,639.64DB

# Understanding Your Futures/Foreign Exchange Monthly Statement

The following sections may appear on your statement depending upon the activity in your account.

<b>Opening Account Balances</b>	This represents the cash balance of your account at the beginning of the statement period by currency.
<b>Trade Confirmations</b>	Listing of all trades and trade adjustments during the statement period.
<b>Realized Futures Gains/Losses</b>	Listing of gains/losses resulting from futures contracts which were closed out or settled during the statement period.
<b>Foreign Exchange Settlements</b>	This represents proceeds and costs for foreign exchange contracts settled during the statement period.
<b>Itemized Cash Activity</b>	Listing of cash activity in the account during the statement period by currency.
<b>Closing Account Balances</b>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the statement period by currency.
<b>Open Futures And Open Forward Positions</b>	Listing of all futures and forward contracts in the account as of the statement date. Unrealized gains/losses, based on settlement prices for the close of business on the statement date, are shown by contract.
<b>Open Option Positions</b>	Listing of all options in the account as of the statement date. The Option Premium Value is the cost of purchasing or the proceeds selling the option, based on option premium prices as of the close of business on the statement date.
<b>Collateral Positions</b>	Listing of non-cash property in the account on the statement date. The margin value of collateral may be less than the collateral's market value. Some collateral may not be used for margin on certain exchanges or for certain transactions. Some collateral, such as guarantees or letters of credit, are not included in your account's Total Value Summary.
<b>Margin Summary</b>	This represents a summary of margin status as of close of business on the statement date.
<b>Account Grand Total Value Summary</b>	Listing of all cash, collateral (exclusive of guarantees or letters of credit), long and short option premium values and net unrealized gains and losses in the account.
<b>Profit &amp; Loss Summary</b>	A current month and current year listing of realized futures gains and losses, option premium cost of purchasing or proceeds of selling the option, and commission and fees charged to your account.
<b>Commissions And Fees</b>	Commissions on futures and options on futures as well as exchange, clearing and National Futures Association fees, where applicable, are charged to your account on each transaction.
<b>Interest Charges</b>	Interest is charged on any outstanding cash deficit, as well as obligations arising with respect to special arrangements you may have with our Firm.
<b>London Metal Exchange</b>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Lehman Brothers International (Europe). Lehman Brothers Inc. acts as carrying broker only. For business conducted over-the-counter ("OTC"), e.g. if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<b>Other Information</b>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
<b>Errors and Complaints</b>	Within the earlier of the seven days of our mailing of this statement, any written confirmation, daily statement or other notice with respect to transactions in the account, you must notify the Office Manager of the office servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account.



GROUP ACCOUNT  
INTERNAL USE ONLY  
LEHMAN BROTHERS  
3 WORLD FINCL CENTER  
NEW YORK, NY 10285

**FUTURES/FOREIGN EXCHANGE  
MONTHLY STATEMENT**

STANFORD INTL BANK LTD  
NO.11 PAVILLION DRIVE  
ST JOHNS

SEP 2008	
IR NUMBER	ACCOUNT
GRP	L9693143
Page 1	

US SEGREGATED ACCOUNT

----- OPENING ACCOUNT BALANCES -----									
US DOLLAR		675,819.65CR							
----- CLOSING ACCOUNT BALANCES -----									
US DOLLAR		1,006,860.04CR*							
----- F U T U R E S / O P T I O N S O P E N P O S I T I O N S -----									
Date	Long	Short	Contract/Description		Strike	Price		Curr	Amount
9/05/08	66		DEC08 CBOT 2 YR TNOTE			106.12 1/4		USD	44,343.42CR
			ACE,						
	66	66*	*	Avg 106.1225000 TU	Settlement	106.23		USD	44,343.42CR*
				FLTD:12/31/08,					
8/20/08	29		DEC08 CBOT 10YR TNOTE		S	115.01		USD	11,781.25DB
			ACE,						
	29	29*	*	Avg 115.0100000 21	Settlement	114.20		USD	11,781.25DB*
				FLTD:12/19/08,					
				Total Cash Market Value				USD	32,562.17CR*
				Total Non-cash Market Value				USD	0CR*
				Total Long Option Value				USD	0CR*
				Total Short Option Value				USD	0CR*
				Net Option Value				USD	0CR*
				Net Liquidity				USD	1,039,422.21CR*
----- M A R G I N R E Q U I R E M E N T S U M M A R Y -----									
Margin Requirement			Equity			Margin			
Initial			Excess/Deficit			Call/Excess			
USD	211,950.00DB		1,039,422.21CR			827,472.21CR			
Total Value in Base Currency									
USD	211,950.00DB		1,039,422.21CR			827,472.21CR			
----- A C C O U N T V A L U E S U M M A R Y -----									
Account		Unrealized G/L		Net Present Value		Net Option		Collateral Net Liquidating	
Balance		on Futures		on Forwards		Value		Market Value	
USD	1,006,860.04CR	32,562.17CR		0CR		0CR		0CR	
----- P R O F I T & L O S S S U M M A R Y -----									
Futures		Options		Options		Commission		Fees	
Profit and Loss		Long Premium		Short Premium					
MTD USD	352,156.25CR	0CR		0CR		1,231.25DB		1,737.52DB	
YTD USD	810,762.32CR	0CR		0CR		7,171.25DB		8,562.32DB	

GROUP ACCOUNT  
INTERNAL USE ONLY  
LEHMAN BROTHERS  
3 WORLD FINCL CENTER  
NEW YORK, NY 10285

**FUTURES/FOREIGN EXCHANGE  
MONTHLY STATEMENT**

STANFORD INTL BANK LTD  
NO.11 PAVILLION DRIVE  
ST JOHNS

SEP 2008	
IR NUMBER	ACCOUNT
GRP	L9693143
Page 1	

US NON-SEGREGATED ACCOUNT

```

- - - - - OPENING ACCOUNT BALANCES - - - - -
US DOLLAR                                425,165.05CR
- - - - - CLOSING ACCOUNT BALANCES - - - - -
US DOLLAR                                425,565.88CR*
- - - - - MARGIN REQUIREMENT SUMMARY - - - - -
- - - - - Margin Requirement - - - - -
Initial                                Equity
USD                                Excess/Deficit                                Margin
                                425,565.88CR                                Call/Excess
Total Value in Base Currency                                425,565.88CR
USD                                425,565.88CR                                425,565.88CR
- - - - - ACCOUNT VALUE SUMMARY - - - - -
Account                                Unrealized G/L                                Net Present Value                                Net Option                                Collateral Net Liquidating
Balance                                on Futures                                on Forwards                                Value                                Market Value                                Value
USD                                425,565.88CR                                0CR                                0CR                                0CR                                425,565.88CR
- - - - - PROFIT & LOSS SUMMARY - - - - -
Futures                                Options                                Options
Profit and Loss                                Long Premium                                Short Premium                                Commission                                Fees

```

GROUP ACCOUNT  
INTERNAL USE ONLY  
LEHMAN BROTHERS  
3 WORLD FINCL CENTER  
NEW YORK, NY 10285

**FUTURES/FOREIGN EXCHANGE  
MONTHLY STATEMENT**

STANFORD INTL BANK LTD  
NO.11 PAVILLION DRIVE  
ST JOHNS

SEP 2008	
IR NUMBER	ACCOUNT
GRP	L9693143
Page 1	

Combined Regcode Summary

```

- - - - - A C C O U N T   G R A N D   T O T A L   M A R G I N   R E Q U I R E M E N T   S U M M A R Y - - - - -
- - - - -   Margin Requirement - - - - -               Equity               Margin
- - - - -   Initial                               Excess/Deficit           Call/Excess
USD          211,950.00DB                          1,464,988.09CR          1,253,038.09CR
Total Value in Base Currency
USD          211,950.00DB                          1,464,988.09CR          1,253,038.09CR
- - - - - A C C O U N T   G R A N D   T O T A L   V A L U E   S U M M A R Y - - - - -
- - - - -   Account      Unrealized G/L      Net Present Value      Net Option      Collateral Net Liquidating
- - - - -   Balance      on Futures      on Forwards      Value      Market Value      Value
USD          1,432,425.92CR      32,562.17CR      0CR      0CR      0CR      1,464,988.09CR
Total Value in Base Currency
USD          1,432,425.92CR      32,562.17CR      0CR      0CR      0CR      1,464,988.09CR
- - - - - A C C O U N T   G R A N D   T O T A L   P R O F I T   &   L O S S   S U M M A R Y - - - - -
- - - - -   Futures      Options      Options
- - - - -   Profit and Loss      Long Premium      Short Premium      Commission      Fees
MTD USD      352,156.25CR      0CR      0CR      1,231.25DB      1,737.52DB
YTD USD      810,762.32CR      0CR      0CR      7,171.25DB      8,562.32DB

```

# Understanding Your Futures/Foreign Exchange Monthly Statement

The following sections may appear on your statement depending upon the activity in your account.

<b>Opening Account Balances</b>	This represents the cash balance of your account at the beginning of the statement period by currency.
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<b>Itemized Cash Activity</b>	Listing of cash activity in the account during the statement period by currency.
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CONFIDENTIAL TREATMENT REQUESTED

Office Servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account. LBL\_SFD\_00050

# LEHMAN BROTHERS

LEHMAN BROTHERS INC.  
745 7TH AVE  
NEW YORK, NY 10019

1005

STANFORD INTL BANK LIMITED  
STANFORD FINANCIAL GRP LTD  
AVENUE GRATTA-PAILLE 2/CP116  
CH1000 LAUSANNE 30 GREY  
SWITZERLAND

## FUTURES/FOREIGN EXCHANGE MONTHLY STATEMENT

MAR 2005	
IR NUMBER	ACCOUNT
219	66510077
Page 1	

US SEGREGATED ACCOUNT

- - - - - OPENING ACCOUNT BALANCES - - - - -									
US DOLLAR		OCR							
- - - - - F U T U R E S / O P T I O N S C O N F I R M A T I O N S - - - - -									
Date	Long	Short	Contract/Description	Strike	Price	Curr	Amount		
3/22/05		1	MAY05 CBOT US TBONDS C	111.000	38/64	USD	593.75CR		
	*	1*			Premium Collected	USD	593.75CR*		
EDAT:04/22/05,									
						EXCHANGE	USD	.55DB*	
						NFA	USD	.02DB*	
						COMMISSION	USD	8.00DB*	
						Net Amount Due	3/22/05	USD	585.18CR*
3/23/05		1	MAY05 CBOT US TBONDS C	111.000	38/64	USD	593.75DB		
	03/22/05	Trade cancelled							
	*	1*					Premium Paid	USD	593.75DB*
EDAT:04/22/05,									
						EXCHANGE	USD	.55CR*	
						NFA	USD	.02CR*	
						COMMISSION	USD	8.00CR*	
						Net Amount Due	3/23/05	USD	585.18DB*
- - - - - CLOSING ACCOUNT BALANCES - - - - -									
US DOLLAR		OCR*							
- - - - - M A R G I N R E Q U I R E M E N T S U M M A R Y - - - - -									
Margin Requirement				Equity		Margin		Total Margin Calls	
Initial				Excess/Deficit		Call/Excess		Amount No/Age	
USD	OCR			OCR		OCR			
Total Value in Base Currency									
USD	OCR			OCR		OCR		OCR 0 / 1	
- - - - - P R O F I T & L O S S S U M M A R Y - - - - -									
Futures		Options		Options					
Profit and Loss		Long Premium		Short Premium		Commission		Fees	

# Understanding Your Futures/Foreign Exchange Monthly Statement

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CONFIDENTIAL TREATMENT REQUESTED

Office Servicing the account of any disputed entries therein or any complaints regarding the activity or handling of the account. LBL\_SFD\_00007

1007

DEC 24, 2008	
IR NUMBER	ACCOUNT
GRP	L9693143
Page 1	

HHR LBI SFD 00051

## Understanding Your Futures/Foreign Exchange Confirmation

The following sections may appear on your statement depending upon the activity in your account.

<i>Opening Account Balances</i>	This represents the cash balance of your account at the beginning of the confirmation period by currency.
<i>Trade Confirmations</i>	Listing of all trades and trade adjustments during the confirmation period.
<i>Realized Futures Gains/Losses</i>	Listing of gains/losses resulting from futures contracts which were closed out or settled during the confirmation period.
<i>Foreign Exchange Settlements</i>	This represents proceeds and costs for foreign exchange contracts settled during the confirmation period.
<i>Itemized Cash Activity</i>	Listing of cash activity in the account during the confirmation period by currency.
<i>Closing Account Balances</i>	This represents the deposits made to the account including credit adjustments, plus any realized profits less cash withdrawals, realized losses, and charges to the account at the end of the confirmation period by currency.
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<i>London Metal Exchange</i>	All contracts for the sale or purchase of LME contracts will be LME registered client contracts and be cleared by Barclays Bank PLC. Barclays Capital acts as carrying broker only. For business conducted over-the-counter ('OTC'), e.g. if the contract issued is currently outside the LME prompt structure, you should note that such contracts will NOT be LME registered client contracts.
<i>Other Information</i>	Kindly retain this information for your tax records. All checks should be sent to the office servicing your account. Our Firm's most recent financial statement is available on request.
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**TAB 27**

**To:** 'enquiries.lehmanbrothers@uk.pwc.com.'[enquiries.lehmanbrothers@uk.pwc.com.]  
**Cc:** Hennis, Daniel[Daniel.Hennis@cms-cmck.com]; Madsen, Iben[Iben.Madsen@cms-cmck.com];  
Rees, Rachel[Rachel.Rees@cms-cmck.com]  
**From:** O'Connor, William  
**Sent:** Thur 09/04/2009 11:36:04 AM  
**Importance:** Normal  
**Subject:** RE: Stanford International Bank Ltd  
**MAIL\_RECEIVED:** Thur 09/04/2009 11:36:05 AM

This message has been archived.

Further to my email below, please find attached the appointment documents referred to in the letter of 27 February 2009.

-----Original Message-----

**From:** O'Connor, William  
**Sent:** 09 April 2009 11:55  
**To:** 'enquiries.lehmanbrothers@uk.pwc.com.'  
**Cc:** Hennis, Daniel; Madsen, Iben; Rees, Rachel  
**Subject:** RE: Stanford International Bank Ltd

As requested in your email below, please find attached a copy of all the correspondence we have tried to send you in relation to Stanford International Bank Limited ("SIB"). Please now provide the information requested in these letters.

Please note that there is currently a freezing order in place covering all of the assets of SIB in the UK, and that any money you hold on behalf of SIB should not be paid out. We will forward a sealed copy of the order to you as soon as we receive it.

If you have any questions regarding this matter, please do not hesitate to contact me.

Kind Regards,

Will O'Connor  
Trainee Solicitor  
CMS Cameron McKenna LLP  
william.oconnor@cms-cmck.com  
+44 (0)20 7367 2581

[www.law-now.com](http://www.law-now.com)

----- Original Message -----

From: Lehman General Queries <generalresponse@lehman.com>  
To: Rees, Rachel  
Sent: Wed Apr 08 17:07:16 2009  
Subject: Stanford International Bank Ltd

Dear Rachel

We have received a letter from you dated 11 March 2009 in regards to Stanford International Bank Ltd & Stanford Trust Company Ltd.

Your letter refers to another letter dated 27 February 2009. However, we have been unable to locate this letter - are you able to please resend by return email or by post so that we may progress your query.

Please email to: enquiries.lehmanbrothers@uk.pwc.com.

Our full postal address is:

Lehman Brothers in Administration

25 Bank Street

London, E14 5LE

ATTN: Query Management Team, 25th floor

Kind regards

Query Management Team

You should make your own independent decision whether or not to enter into any transaction or arrangement referred to in this message based upon independent legal, financial and other advice and your own judgment. Accordingly, you should not rely on any communication (written or oral) of Lehman Brothers, PricewaterhouseCoopers or any of their respective affiliates, employees, directors, officers, partners or advisers as a recommendation or advice to enter into any transaction or arrangement referred to in this message.

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AV Lomas, SA Pearson, DY Schwarzmenn and MJA Jervis were appointed as Joint Administrators of Lehman Brothers Holdings Plc, Lehman Brothers

Limited, Lehman Brothers International (Europe) and LB UK RE Holdings Limited on 15 September 2008 to manage its affairs, Business and property as agents without personal liability. AV Lomas, SA Pearson, DY Schwarzmann and MJA Jervis are licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

-----

This message is intended only for the personal and confidential use of the designated recipient(s) named above. If you are not the intended recipient of this message you are hereby notified that any review, dissemination, distribution or copying of this message is strictly prohibited. This communication is for information purposes only and should not be regarded as an offer to sell or as a solicitation of an offer to buy any financial product, an official confirmation of any transaction, or as an official statement of Lehman Brothers. Email transmission cannot be guaranteed to be secure or error-free.

Therefore, we do not represent that this information is complete or accurate and it should not be relied upon as such. All information is subject to change without notice.

-----

# TAB 28

Longley Asset Management  
44 Clancarty Road  
London  
SW6 3AA  
FAO: Legal Department

CMS Cameron McKenna LLP

Mitre House  
160 Aldersgate Street  
London EC1A 4DD

Tel +44(0)20 7367 3000  
Fax+44(0)20 7367 2000  
www.law-now.com  
DX 135316 BARBICAN 2

Tel +44(0)20 7367 2428  
rachel.rees@cms-cmk.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

27 February 2009

Dear Sirs

Account Number: 9055-1010 and 1181-1046  
Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")

We are the law firm instructed by the receiver-managers (the "Receivers") of SIB and STC, appointed in Antigua and Barbuda, where both SIB and STC are registered. We enclose a copy of the document appointing the Receivers dated 19 February 2009, which was executed by the Antiguan Financial Services Regulatory Commission under section 287 of the Antiguan International Business Corporations Act. The appointment of the Receivers was subsequently ratified by the High Court of Justice in Antigua and Barbuda on 26 February 2009. A copy of this court order is also attached.

We see from SIB's records that you hold assets or accounts in the name, or otherwise for the benefit, of SIB. The Receivers are in the process of verifying and updating SIB's account information and we should be grateful if you could provide up to date details of all assets or accounts that you hold for SIB and the balances on those accounts.

SIB's records show that you hold at least two accounts for SIB, the details of which are as follows:

Account No.	Currency
9055-1010	GBP
1181-1046	GBP

(22685342.01)

CMS Cameron McKenna LLP is a limited liability partnership registered in England and Wales with registration number OC310335. It is a body corporate which uses the word "partner" to refer to a member or an employee or consultant with equivalent standing and qualifications. A list of members and their professional qualifications is open to inspection at the registered office, Mitre House, 160 Aldersgate Street, London EC1A 4DD. Members are either solicitors or registered foreign lawyers. Regulated by the Solicitors Regulation Authority.

CMS Cameron McKenna LLP is a member of the CMS alliance of independent European law firms.

CMS offices and associated offices: Amsterdam, Berlin, Brussels, London, Madrid, Paris, Rome, Vienna, Zurich, Aberdeen, Algiers, Antwerp, Arnhem, Beijing, Belgrade, Bratislava, Bristol, Bucharest, Budapest, Buenos Aires, Casablanca, Cologne, Dresden, Dusseldorf, Edinburgh, Frankfurt, Hamburg, Kyiv, Leipzig, Ljubljana, Lyon, Marbella, Milan, Montevideo, Moscow, Munich, New York, Prague, Sao Paulo, Sarajevo, Seville, Shanghai, Sofia, Strasbourg, Stuttgart, Utrecht, Warsaw and Zagreb. [www.cmslegal.com](http://www.cmslegal.com)

The members of CMS are in association with The Levant Lawyers with offices in Beirut, Abu Dhabi, Dubai and Kuwait.

Notice: the firm does not accept service by e-mail of court proceedings, other processes or formal notices of any kind without specific prior written agreement.

Please could you confirm the accuracy of this information and whether there are other assets or accounts held with you in the name of SIB. Also, please could you provide us with any information regarding any assets or accounts held in the name, or for the benefit, of STC.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver. Please note, therefore, that at this juncture we are solely collating up to date information on assets and accounts to ensure that the Receivers can assess SIB's financial position. Needless to say, the Receivers also need this information to ensure that assets are not dissipated or otherwise jeopardised and please confirm that you will not pay out any monies without our consent.

In addition, if you have a claim against either SIB or STC, please provide details.

We expect to correspond with you further in the near future in order to confirm the Receivers' instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We would be grateful if you could respond within 10 days of the date of this letter.

Yours faithfully

**CMS Cameron McKenna LLP**

C/M/S/ Cameron McKenna

Longley Asset Management

## Attendance Note

Client: Vantis Business Recovery  
Matter: Stanford International Ltd  
File Number: 101248/00021  
Fee-Earner: RF  
Type of Attendance: RF receiving a voicemail message from Melissa Longley  
Date: 2 March 2009

---

## Attending

Melissa Longley ("ML")

She said that she had received a letter from our firm relating to SIB and Longley Asset Management and asked me to call her back on 020 7731 0888.

\* \* \* \*

Subsequently telephoning ML. She said that Longley Asset Management were an independent investment manager and they had managed a number of accounts on behalf of SIB. However, they did not have custody of those accounts which were held with Charles Schwab in the US and Marex Financial Limited in London. They were both US\$ accounts. She had also received on 17 February notice of the urgent temporary restraining order obtained by the SEC and she could confirm that those accounts had been frozen as a result of that and, therefore, there was no current activity.

She queried whether the issues of jurisdiction had been resolved. I said that the US receivers and Antiguan appointed receivers were in discussion about this. The important thing was that no monies were released to anyone at the moment and, from what she had said, the accounts had been frozen so this would not happen. She confirmed this.

She said that my letter had also mentioned whether they had any claim against SIB. They had some monthly outstanding management fees for part of January and February. She had been holding back in sending a claim to anyone because of the letter about jurisdiction. She had prepared a letter with supporting invoices but she wanted to make sure that she was not trying to claim in several places. I said that she may as well provide this information to us with her letter and if she needed to provide it to anyone else, that was clearly up to her as well.

She gave me the details of Marex Financial as 155 Bishopsgate, EC2M 3TQ Tel: 020 7655 6000.

She would also be responding to us in writing.

RF





Longley Asset Management  
44 Clancarty Road  
London SW6 3AA  
United Kingdom

T: +44 (0)20 7731 0888  
F: +44 (0)870 051 6903  
E: [mail@lamasset.com](mailto:mail@lamasset.com)  
W: [www.lamasset.com](http://www.lamasset.com)

2<sup>nd</sup> March 2009

Ms Rachel Rees  
CMS Cameron McKenna LLP  
Mitre House  
160 Aldersgate Street  
London EC1A 4DD

Your ref: PRW/DAHE/RF/MIT6.22b/101248.00021

Dear Rachel

Account Number: 9055-1010 and 1181-1046  
Stanford International Bank Limited (receiver-managers appointed)  
("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")

Further to our telephone conversation this morning, I confirm that we are an independent investment management firm that had full discretionary management on two SIB portfolios. One of these portfolios is held at the custodian Charles Schwab and the other at the custodian Marex Financial Limited. We have not been managing any portfolios for STC.

Both of the SIB accounts are in US dollars and both custodians are fully aware of the SEC Temporary Restraining Order, Order Restraining Assets, Et Al issued on the 16<sup>th</sup> February 2009 and have informed me that the portfolios are frozen.

I have enclosed print outs of these two accounts, which gives you the cash balances.

Details of the custodians are as follows:

**Charles Schwab**, 101 Montgomery Street, SF345CAL-12, San Francisco, CA 94101, [www.schwab-global.com](http://www.schwab-global.com) Account number 1181-1046  
**Marex Financial Limited**, 155 Bishopsgate, London EC2M 3TQ, [www.marexfinancial.com](http://www.marexfinancial.com) Account number 18886

Please note that the account number 9055-1010 is not an SIB account.

With regard to any claims we have against SIB, we have investment management fees (which we charge in arrears) for January and February



for both the Charles Schwab and Marex Financial accounts, and additionally the fourth quarter 2008 fees for the Marex Financial account. Please let me know in due course if I should forward to you these fee invoices if you learn that you will be the correct people to submit these to for payment.

Should you require any further assistance please do not hesitate to be in contact.

Yours sincerely

  
Melissa Longley

Encs.



Viewed as of: Mar 2, 2009 08:51AM ET

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SCHWAB  
INSTITUTIONAL

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Master Account: 0820-1081 Account Number: or Name: Last/Org Name

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Account #  
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Master Account: 0820-1081 Account Number: 1181-1046 Registration Type: Corp

STANFORD INTERNATIONAL BANK LI  
NO. 11 PAVILION DRIVE  
ST. JOHN'S

## Schwab Brokerage Account Balances

The market value of your securities, which is used to calculate balances, is based on quotes from the close of the previous business day.\*

Total Account Value: \$506,324.34

Cash	\$0.00
Cash	\$0.00
Money Market Funds	\$506,324.34
Margin Balance	\$0.00
Port Balance	\$0.00
<b>Total:</b>	<b>\$506,324.34</b>

Securities	Non-Margin	Margin
Market Value Long	\$0.00	\$0.00
<b>Total:</b>	<b>\$0.00</b>	

Margin Equity/Requirements	
Money Due	\$0.00
Margin Equity	\$0.00
Equity Percent	0.00%
Equity Incl. Option Market Value	\$0.00
Margin Buying Power	\$0.00
Buying Power Details	
Option Requirement	\$0.00
Month to Date Int. Owed	\$0.00
Cash Available to Withdraw	\$0.00

\* Please see Schwab Institutional [Web Site User Agreement](#) for exceptions.

## Buying Power Details

Viewed as of: Mar 02, 2009 08:51AM EST

Assuming you were to buy with cash and/or margin, the amounts below reflect the maximum amount of any given security type that can be traded in this account.

Marginable Equities	\$0.00
Non-marginable Securities	\$0.00
Non-marginable Mutual Funds	\$0.00
Penny Stocks	\$0.00
Fixed Income:	
Treasuries maturing in 10 years or more	\$0.00
Government Agencies	\$0.00
Municipal	\$0.00
Non-convertible Corporates	\$0.00
Convertible Corporates	\$0.00
Long Options with Cleared Funds	\$0.00
Short Options (minimum equity required)	\$0.00
SMA	\$0.00

Brokerage Products: Not FDIC Insured • No Bank Guarantee • May Lose Value  
(0705-00625)

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MAREX FINANCIAL LTD.  
155 Bishopsgate,  
London EC2N 3JQ, +44 (0)20 7655 6000  
www.marexfinancial.com

Authorised and Regulated by the Financial  
Services Authority. Register No. 442767

Time of trade available on request

STANFORD INTERNL BANK LTD  
NO 11 PAVILLION DRIVE  
ST JOHNS  
ANTIGUA  
WEST INDIES

Segregated

ACCOUNT NUMBER: 10006 GA  
Page: 1

STATEMENT DATE: 27/02/09

* * * * * A C C O U N T S U M M A R Y * * * * *			
	US DOLLAR	YEN	BASE CURR USD
	1	97.86	1
CHANGE RATE			
OPENING BALANCE	299,851.24CR	0	299,851.24CR
POSTED OPTION PREMIUM	0.00	0	0.00
GROSS PROFIT AND LOSS	0.00	0	0.00
DAILY COLLATERAL SETTLEMENT	0.00	0	0.00
DLY UPFRONT POST COMMISSION	0.00	0	0.00
DLY POSTED COMMISSION C.O.B.	0.00	0	0.00
POSTED VOUCHER	0.00	0	0.00
CASH FORTING			
	299,851.24CR	0	299,851.24CR
CASH BALANCE	0.00	0	0.00
OPEN TRADE EQUITY	0.00	0	0.00
LINE DISCOUNT MARGIN			
	299,851.24CR	0	299,851.24CR
TOTAL EQUITY	0.00	0	0.00
TOTAL OPTION MARKET VALUE	299,851.24CR	0	299,851.24CR
NET LIQUIDATION VALUE	0.00	0	0.00
INITIAL MARGIN	0.00	0	0.00
GROUP INITIAL MARGIN	0.00	0	0.00
COLLATERAL HOUT PHYSICAL VALUE			
	299,851.24CR	0	299,851.24CR
UNDER INITIAL/MARGIN EXCESS	0.00	0	0.00
INITIAL MARGIN CREDIT LINE	0.00	0	0.00
VARIATION MARGIN CREDIT LINE	0.00	0	0.00
COMBINED CREDIT LINE	0.00	0	0.00
FWD COMMISSIONS	0.00	0	0.00
MTD POSTED COMMISSION	0.00	0	0.00
MTD GROSS PROFIT/LOSS	0.00	0	0.00
MTD OPTION PREMIUM	0.00	0	0.00
COLLATERAL SETTLEMENT	0.00	0	0.00

This confirmation shall, in the absence of manifest error, be conclusive and binding on you, unless we receive from you objection in writing in accordance with the Marex Financial Limited (MFL) Client Agreement. Where MFL passes on any transactions and any payments due and payable to MFL are governed by the Client Agreement. Where MFL passes on any payments to an introducer, the details are available on request. American and European style options are denoted by (A) or (E) respectively. In the case of an exercise of an option, the time of exercise is available on request.

Any discrepancies or differences should be reported immediately to your Broker or MFL Client Services at:  
Phone: 44 (0) 20 7655 6000, Fax 44 (0) 20 7655 6024, Email: MFLClientServices@marexfinancial.com

Any objections or complaints should be reported to MFL Compliance Officer at:  
Phone: 44 (0) 20 7655 6000  
Fax: 44 (0) 20 7655 6024  
Email: londoncompliance@marexfinancial.com

C/M/S/ Cameron McKenna

Scanned Fax 11 37.  
16 59**Fax**To: **FAO: Melissa Longley**  
Longley Asset ManagementFax: **0870 051 6903**From: **CMS Cameron McKenna LLP**Our Ref: **RF/PRW/DAHE/MIT6.29a**  
101248.00021

Your Ref:

Date: **11 March 2009**Pages: **2** (including this page)**CMS Cameron McKenna LLP**Mitre House  
160 Aldersgate Street  
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www.law-now.com  
DX 135316 BARBICAN 2Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.comAccount Numbers: **1181-1046 and 18886**  
Stanford International Bank Ltd (in receiver-managership) ("SIB")**PLEASE SEE ATTACHED**

(22695136.01)

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rachel.rees@cms-cmck.com

Your Ref:  
Our Ref: RF/PRW/DAHE/MIT6.29a/101248.00021

11 March 2009  
BY FAX AND BY POST

Dear Sirs

Account Numbers: 1181-1046 and 18886  
Stanford International Bank Ltd (in receiver-managership) ("SIB")

Thank you for your letter of 2 March 2009 in response to our request for information contained in our letter dated 27 February 2009.

We note your confirmation that both Marex Financial and Charles Schwab have frozen all monies held in the name of SIB and we will revert to you in due course in relation to the remittance of these funds.

We anticipate contacting you shortly.

Yours faithfully

*CMS Cameron McKenna LLP*

CMS Cameron McKenna LLP

(22695131.01)

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C/M/S/ Cameron McKenna

## Attendance Note

Client:	Vantis Business Recovery
Matter:	Stanford International Ltd
File Number:	101248/00021
Fee-Earner:	IBMA
Type of Attendance:	IBMA receiving call from Melissa Longley of Longley Asset Management
Date	13 March 2009

---

## Attending

Melissa Longley ("ML")

ML said that she had received a further letter from us regarding SIB and Longley Asset Management ("LAM") dated 11 March 2009, noting that Marex Financial and Charles Schwab have frozen all monies held on account for SIB and that we would be in contact in due course regarding the remittance of funds.

ML said she wanted to make sure of two things. Firstly, that we were aware that instruction regarding remittance were to go to the custodians of the accounts, i.e. Marex Financial and Charles Schwab, as LAM only manages the funds. I confirmed that we are aware that LAM is the manager of the accounts rather than the custodian.

Secondly, ML stated that LAM had been contacted by the US receiver, with similar instructions to freeze the accounts, albeit pursuant to an American court order. I confirmed that the US receiver and Antiguan appointed receivers are currently in contact regarding the jurisdictional issues. I noted that it was important that no monies were released from the accounts, but that as they were currently frozen this would not happen. ML confirmed that the accounts were frozen, and that she expected that Charles Schwab and Marex Financial would only release the funds with the agreement of both the US receiver and the Antiguan appointed receivers.

IBMA

Time engaged: 7 minutes

C/M/S/ Cameron McKenna

**Fax**

To: Melissa Longley  
Longley Asset Management  
44 Clancarty Road  
London SW6 3AA

Fax: 0870 051 6903

From: Daniel Hennis  
Our Ref: PRW/DAHE/MIT6.22b  
101248.00021

Your Ref:

Date: 30 March 2009  
Pages: 2 (including this page)

CMS Cameron McKenna LLP

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daniel.hennis@cms-cmck.com

Stanford International Bank Limited (in receivership)

Please see the enclosed letter.

Kind regards

Daniel Hennis

SCAN16 FAX 1342

(22710419.01)

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FAO: Melissa Longley

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peter.wiltshire@cms-cmk.com

Our Ref: PRW/DAHE/MIT6.22b/101248.00021

30 March 2009  
By fax and post

Dear Sirs

Stanford International Bank Limited (in receivership) ("SIB")

As you know, we act for the Receiver-Managers (the "Receivers") of SIB, as appointed by the High Court in Antigua. Under that Antiguan order, the Receivers were ordered to take all the assets of SIB under their control.

You may be aware that the U.S. Securities and Exchange Commission ("SEC") applied for, and was granted, a freezing order by the High Court of Justice over the assets of, inter alia, SIB in the UK on Friday 27 March 2009 (the "Order"). Please note that we do not regard the Order as varying the position previously reached between us, namely that the monies or assets of SIB should not be paid away or transferred by you until you are instructed to do so by a joint instruction from the US receiver and the Receivers, or by an order expressly directing you to transfer the monies in accordance with its terms. At present, the monies you hold in the name of SIB should therefore remain frozen and not be paid out.

If you take a different view, please let us know by return.

Yours faithfully



CMS Cameron McKenna LLP

(22710258.01)

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## C/M/S/ Cameron McKenna

## Fax

To: Melissa Longley  
Longley Asset Management  
44 Clancarty Road  
London SW6 3AA

Fax: 0870 051 6903

From: Daniel Hennis  
Our Ref: PRW/DAHE/MIT6,22b  
101248;00021

Your Ref:

Date: 30 March 2009

Pages: 3 (including this page)

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Tel +44(0)20 7367 3524  
daniel.hennis@cms-cmck.com

Stanford International Bank Limited (in receivership)

Please see the enclosed letter.

Kind regards

Daniel Hennis

(22710419.01)

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## C/M/S/ Cameron McKenna

Sessions, Fishman, Nathan and Israel LLP,  
900 Jackson St., Suite 440,  
Dallas, TX 75202  
UNITED STATES OF AMERICA  
FAO: Christopher Richie

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rachel.rees@cms-cmk.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

30 March 2009

Dear Sirs

Charles Schwab International, Account Number: 1181 - 1046  
Stanford International Bank Limited (receiver-managers appointed) ("SIB")

We write further to our letters of 27 February and 11 March 2009, and the subsequent email correspondence between Rachel Rees of this firm and Christopher Richie of Sessions, Fishman, Nathan and Israel LLP.

We understand that Charles Schwab International (the "Bank") acts as custodian of the above account, held on behalf of SIB and managed by Longley Asset Management. We refer to the enclosed letter that we have today sent to Melissa Longley of Longley Asset Management. She has asked us to copy any such correspondence to the Bank.

Please note the position we have taken in that letter, and let us know by return should you take a different view. Additionally, please inform us should the Bank be asked to transfer any funds without the consent of the Antiguan-appointed receiver-managers of SIB.

Yours faithfully

*CMS Cameron McKenna LLP*

CMS Cameron McKenna LLP  
CC: Longley Asset Management  
(22711020:01)

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## C/M/S/ Cameron McKenna

## Attendance Note

<b>Client:</b>	Vantis Business Recovery
<b>Matter:</b>	Stanford International Ltd
<b>File Number:</b>	101248/00021
<b>Fee-Earner:</b>	RF
<b>Type of Attendance:</b>	Telephone Conversation with Melissa Longley of Longley Asset Management
<b>Subject</b>	Stanford
<b>Date</b>	30 March 2009

---

Melissa Longley ("ML")

I asked ML to confirm that she had received our fax of earlier. She confirmed this. I said that we were seeking confirmation from her that no monies would be paid across to the US receiver absent a further court order from the English court or joint instructions from the US receiver and our clients, the Antiguan receivers.

She said that it was ultimately up to the custodians as to whether they paid any money away. I said that I assumed that they would not do that without Longley's instructions. She said that that was not the case because they were under the SEC order. I expressed surprise at this and said that she was aware from previous correspondence of our clients' position on this. As we understood it, the monies were to be frozen pending an agreement being reached between the receivers or a further court order. I said that she would see from our letter that we viewed that the freezing injunction obtained by the US receiver simply froze the position and that no money should be paid to the US.

I asked her whether she was aware of the US receiver asking for any money to be transferred. She said that she was not but that the SEC was now viewed as the relevant client and, accordingly, if they placed instruction to transfer the monies, she thought that that would be done. I said that my understanding was that the accounts had been frozen. She said that they had been frozen before they received any correspondence from us by the two custodians as per the SEC order. She said that if the SEC asked for the monies to be transferred, she thought the custodians might do so. Accordingly, she said that she had spoken to our firm on Friday to ask for any correspondence to be copied to both Custodians. I said that we would arrange for this.

# TAB 29



# Louisiana Ventures, LP

## CORRECTED AND REVISED VERSION

March 10, 2009

CMS Cameron McKenna  
Mitre House  
160 Aldersgate Street  
London EC1A 4DD  
Attn: Rachel Rees [rachel.rees@cms-cmck.com](mailto:rachel.rees@cms-cmck.com)

RE: *Stanford International Bank's Interest in Louisiana Ventures, LP; Your Reference:*  
PRW/DAHE/RF/MIT6.22b/101248.00021

Dear Sir or Madam—

In response to your letter dated March 2, 2009 requesting up to date and back ground details on Stanford International Bank's limited partnership interest in Louisiana Ventures, LP, please note the following:

- Louisiana Ventures, LP (the Fund) is a traditional venture capital fund that seeks sophisticated and accredited investors. It is a ten year partnership, with two one year extensions. The General Partner of the Fund is VCE Capital Partners, LLC. Both entities are Delaware partnerships.
- The Fund invests in privately held companies. It is in the last year of its investment stage. The Fund has not made any distributions to its limited partners. The Fund is still in the 'capital call' stage—i.e. the first five year period. Except for a modest amount of operating cash, all assets of the Fund are comprised of its investments in privately held companies (see attached audit for a description of assets held by Louisiana Ventures, LP).
- Stanford has been a limited partner of the Fund since 2004, owning an approximate 19% limited partnership interest. At the time Stanford became an investor, it represented to the Fund that it had the unrestricted, lawful authority to make the investment and become a limited partner. (See attached subscription agreement) representing, in particular, the representation and warranties section 3.
- Technically, Stanford made two funding commitments, the first, dated November 2004 for \$1mm, and the second at final closing in November 2005 for an additional \$3,727,848. Thus, Stanford has a total of \$4,727,848 committed to Louisiana Ventures, LP as a limited partner investor. The fund has 18 limited partners, including Stanford. The other limited partners are not affiliated with Stanford.
- The General Partner makes capital calls "just in time" during the first five years of the investment partnership—i.e. immediately following a decision by the Fund's investment committee to make an investment. Approximately 80% of the committed capital has been called to date—see the attached schedule for capital call schedule. Please note that \$3,782,278 (or 80% of their commitment) has been called to date; thus technically, an obligation of \$945,570 still exists. However, there are no foreseeable capital calls in the near term.
- Like all other limited partners, Stanford does not have the legal authority to participate in the active management of, or have any comparable rights or authority with respect to, the Fund or its investments.
- Neither the Fund nor the General Partner has ever placed assets or invested in Stanford's "certificates of deposit" or any other Stanford investment account. All of the called capital is held at BancorpSouth in Shreveport, LA until it is invested in one of the Fund's portfolio companies.
- We have never invested in any investment opportunities sponsored or maintained by Stanford.

Louisiana Ventures, LP  
820 Garrett Dr.  
Bossier City, LA 71111  
318-746-8430 (main)  
318-746-3771 (fax)



**Louisiana Ventures, LP**

We informed our limited partnership investors with a similar letter on February 18, the day after the SEC civil suit was filed. Also attached are the most recent audited financial statements as well as the past three years tax returns for prepared by KPMG.

In voluntarily providing this information to you, we do not concede that we are subject to the jurisdiction of the Antigua courts or the receivership for which you have indicated you have been appointed counsel. We also expect that you will hold such information confidential to be used solely for purposes proper to your responsibilities in connection with the receivership proceeding.

If you have any questions, please do not hesitate to contact me at 318-746-8430 or our legal counsel, Jones Walker in New Orleans, Louisiana (attn: Curt Hearn at 504-582-8308). As our memorandum indicated, we are surprised by these recent turn of events and will gladly cooperate with any request.

With kind regards, I am, Sincerely

Ross P. Barrett  
Managing Partner, Louisiana Ventures, LP

**Louisiana Ventures, LP**  
820 Garrett Dr.  
Bossier City, LA 71111  
318-746-8430 (main)  
318-746-3771 (fax)

**LOUISIANA VENTURES, LP**  
Bossier City, Louisiana

**Financial Statements**  
**December 31, 2007**

**LOUISIANA VENTURES, LP**

Bossier City, Louisiana

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**Louisiana Ventures, LP**  
Bossier City, Louisiana

Balance Sheet  
December 31, 2007

**Assets**

Current assets	
Cash and cash equivalents	\$ 2,143,664
Partner receivables	2,158,067
Accrued interest receivable	<u>197,927</u>
Total current assets	<u>4,499,658</u>
Investments in securities	
Common stocks	251,270
Convertible preferred stock	5,059,272
Convertible promissory notes	2,384,345
Membership interests in LLCs	<u>3,219,178</u>
	<u>10,914,065</u>
 Total assets	 <u>\$ 15,413,723</u>

**Liabilities and Partners' Capital**

Current liabilities	
Accounts payable	\$ <u>-</u>
Total current liabilities	<u>-</u>
 Total liabilities	 -
Partners' capital	<u>15,413,723</u>
 Total liabilities and partners' capital	 <u>\$ 15,413,723</u>

See accompanying Notes to Financial Statements.

**Louisiana Ventures, LP**

Bossier City, Louisiana

## Statement of Operations

For the year ending December 31, 2007

Revenue	
Investment income	\$ 220,115
Operating expenses	
Accounting fees	18,015
Management fees	591,321
Office expenses	6,358
	<u>615,694</u>
Net loss	<u>\$ ( 395,579)</u>

See accompanying Notes to Financial Statements.

**Louisiana Ventures, LP**  
Bossier City, Louisiana

Statement of Changes in Partners' Capital  
For the year ending December 31, 2007

Beginning balance	\$ 9,835,883
Capital contributions	5,973,419
Net loss	( 395,579)
	<u>5,577,840</u>
Ending balance	<u>\$ 15,413,723</u>

See accompanying Notes to Financial Statements.

## Louisiana Ventures, LP

Bossier City, Louisiana

## Statement of Cash Flows

For the year ending December 31, 2007

Cash flows from operating activities	
Net loss	\$ ( 395,579)
Adjustments to reconcile net loss to net cash used in operations	
Net change in operating assets and liabilities	
Partner receivables	( 1,035,761)
Accrued interest receivable	33,490
Accounts payable	( 1,640)
Net cash used in operating activities	<u>( 1,399,490)</u>
Cash flows from investing activities	
Investments in portfolio companies	( 4,331,680)
Net cash used in investing activities	<u>( 4,331,680)</u>
Cash flows from financing activities	
Capital contributions	<u>5,973,419</u>
Net cash provided by financing activities	<u>5,973,419</u>
Net increase in cash and cash equivalents	242,249
Cash and cash equivalents at beginning of period	<u>1,901,415</u>
Cash and cash equivalents at end of period	<u>\$ 2,143,664</u>

See accompanying Notes to Financial Statements.

## LOUISIANA VENTURES, LP

Bossier City, Louisiana

Notes to Financial Statements

December 31, 2007

### **Note 1 Nature of the Business**

Louisiana Ventures, LP, a Delaware limited partnership (the "Fund"), is a non-industry specific venture capital fund principally focused on investing in early stage and growth companies located in the Southeast United States. The Fund also invests opportunistically with other institutional venture capital investors throughout the United States. The Fund invests in companies with proprietary technology platforms or unique products addressing large markets that have the potential to generate a superior risk adjusted rate of return.

The Fund is managed by VCE Capital Partners, LLC, a Southeast-based venture capital advisory firm with an aggregate of \$36 million of venture capital under management. VCE Capital Partners, LLC has offices in Bossier City and New Orleans, Louisiana and New York, New York and a venture partner located in Baton Rouge, Louisiana. VCE Capital Partners LLC is comprised of professionals that are industry veterans with extensive experience as operational managers, securities attorneys and venture capitalists.

### **Note 2 Summary of Significant Accounting Policies**

**Basis of Presentation** – The financial statements include the accounts of the Fund and conform to accounting principles and the general practices of companies in the small business investment and private venture capital industry.

**Basis of Accounting** – The Fund maintains its books of account under the accrual method of accounting for both financial and tax purposes. Under this method, income is recognized when earned, rather than when received, and expenses are recognized when incurred, rather than when paid.

**Estimates and Assumptions** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would be material to the financial statements.

**Cash and Cash Equivalents** – For purposes of the statement of cash flows, the Fund considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. The Fund maintains cash balances in commercial financial institutions. Cash balances are insured by the Federal Deposit Insurance Corporation up to \$100,000. As of December 31, 2007, the Fund's uninsured cash balances totaled \$2,043,664. It is management's opinion that the credit risk related to these deposits is minimal.

**Allowance for Doubtful Accounts** – The Fund extends credit to its investors in the normal course of business and performs ongoing credit evaluations of such investors. As part of this policy, the Fund recognizes uncollectible accounts based on historical experience and management's evaluation of the outstanding receivables. The Fund does not require collateral other than the related capital balance of the investor-member.

**Investments** - The Fund has invested in various portfolio companies using several types of investments, notably convertible promissory notes, common stock, preferred stock and member interest in limited liability companies. Investments are valued at fair value, which is defined in FASB Statement No. 133, *Accounting for Derivative*



*Instruments and Hedging Activities*, as amended, as the amount at which the investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**Income Taxes** – The Fund is treated as a partnership for federal income tax purposes. Consequently, federal income taxes are not payable by, or provided for, the Fund. Partners are taxed individually on their shares of the Fund's earnings. The Fund's net income or loss is allocated among the partners in accordance with the partnership agreement of the Fund.

### Note 3 Investments

The Fund has made investments, which are carried in the accompanying financial statements at fair value as determined by the Fund's management and as defined by FASB Statement No. 133, *Accounting for Derivative Instruments and Hedging Activities*, as amended, in the following portfolio companies:

Company Name	Nature of investments	Fair Value
Sandia Drilling Company, LLC	Three (3%) member interest	\$ 1,609,589
TMR Energy Company, LLC	Three (3%) member interest	1,609,589
Cellfor, Inc.	Convertible promissory note	2,093,834
CadForce, Inc.	Convertible promissory note and convertible preferred stock	1,950,071
Wala, Inc.	Convertible promissory note and convertible common stock	290,511
Embera Neuro Therapeutics, Inc.	Convertible preferred and convertible common stock	422,180
Sterifix, Inc.	Convertible preferred stock	438,201
GMP Companies, Inc.	Convertible preferred stock	2,000,000
Fertile Earth, Inc.	Convertible preferred stock	500,000
Fertile Earth Golf & Hospitality, Inc.	Common stock	90
		<u>\$ 10,914,065</u>

Detailed discussions on these investments follows:

**Sandia Drilling Company, LLC** - Sandia Drilling Company, LLC ("Sandia") is a land-based drilling company located in East Texas and North Louisiana that has ten drilling rigs. Sandia is focused on natural gas drilling in Louisiana and East Texas. Formerly known as Langston Drilling, Sandia continues to have strong revenue growth. Sandia had \$42,500,000 in gross revenues in 2006 and had gross revenues of \$52,900,000 in 2007 with approximately \$11,300,000 in EBITDA. Sandia has grown from 6 drilling rigs and approximately 150 employees to 10 drilling rigs and approximately 225 employees. The acquisition of Sandia was also a strategic purchase to ensure the availability of drilling rigs for the Cockfield and Fredericksburg projects described below. The Fund invested \$1,609,589 in Sandia by exchanging its interest in a convertible note for a three (3%) percent membership interest in Sandia.

**TMR Energy Company, LLC** - The Fund has been working with TMR Energy Company, LLC ("TMR") and other investment groups to drill out a large oil lease holding in South Louisiana and a natural gas prospect in North Louisiana. TMR holds two assets: (i) over 25,000 acres of lease holdings in the Cockfield formation in West Baton Rouge and Iberville Parishes, and (ii) over 5,000 acres of leases in Sabine Parish to exploit the Fredericksburg formation. TMR has partnered with an investment group for additional financing to drill out these leases.

TMR has now drilled ten wells in the Cockfield formation and is cash flowing approximately \$1,000,000 per month. One well, recently completed in January is consistently flowing 250 barrels of oil per day. Both projects are currently being drilled, and we look to have a more substantive picture of these drilling efforts by the Summer of 2008. The Fund maintains a 3% ownership in TMR. The Fund invested \$1,609,589 in TMR by exchanging its interest in a convertible note for a three (3%) percent membership interest in TMR.

**Cellfor, Inc.** - Cellfor, Inc. ("Cellfor") is based in Vancouver, British Columbia. Cellfor is the world's leading commercial-scale supplier of high yielding, varietal seedlings for reforestation. Cellfor's proven and patented propagation technology in conjunction with somatic embryogenesis has enabled it to build on decades of traditional tree improvement to produce uniform, fast-growing varieties with highly desirable characteristics. Cellfor supplies naturally selected, varietal pine seedlings that deliver exceptional yield, disease resistance and wood quality characteristics to its customers. Cellfor's initial markets are pine plantations in the southern United States and South America. Cellfor's customers include 16 of the 20 largest timberland owners in the U.S. as well as mid-size companies, consultants, and private landowners. All forest landowners can grow more and better timber on less land by planting Cellfor seedlings. With increased yields, resistance to disease and uniformity brought by Cellfor seedlings, landowners can expect increases in per acre timber values of 50-100%.

The Fund has invested \$2,093,833 in Cellfor in three issues of convertible promissory notes: (i) a Series C convertible promissory note of \$1,000,000 issued on November 22, 2005, (ii) a Series C convertible promissory note of \$93,833 issued on June 23, 2006 and (iii) a Series D Convertible promissory note of \$1,000,000 issued on October 1, 2007. These Series C and D notes are convertible into common shares. The notes bear interest at eight (8%) percent, payable at maturity. Interest income recognized on these notes for 2007 was \$107,507, the balance of accrued interest as of December 31, 2007 was \$197,927.

**CadForce, Inc.** - CadForce, Inc. ("CadForce") is based in Marina Del Rey, California. CadForce is a computer-aided design (or CAD) and building information modeling (or BIM) company that provides off-shore business process outsourcing (BPO) services to architects, engineers, and homebuilders throughout the United States. It provides these services through a "blend-shore approach," meaning that approximately 30% of its staff is based in the United States, while 70% of the staff is based offshore, specifically across three offices located in Hyderabad and Calcutta, India. CadForce closed a \$4,100,000 Series B round of financing in April 2007 and raised a bridge round of investment capital of \$1,600,000 in the Fall 2007. This bridge round converts into a Series C round in 2008.

The Fund has invested a total of \$1,950,071 in CadForce in the form of (i) a \$250,000 convertible note in December 2007, which bears interest at 8% due on maturity or conversion into shares of Series C preferred stock, and (ii) shares of Series B convertible preferred stock that are convertible into 1,902,922 shares of common stock. CadForce has yet to reach profitability, and the Fund continues to play an active role in properly capitalizing CadForce and ensuring that it achieves profitability.

**Wala, Inc.** - Founded in 2005 and located in Shreveport, Louisiana, Wala, Inc., which is also known as ArcMail Technology ("ArcMail"), is a leading provider of simple, secure, and cost-effective e-mail archiving and management solutions for companies of all sizes. The company's ArcMail Defender appliance is a self-contained, turn key e-mail archiving unit that is easy to buy, easy to install, and easy to use. The ArcMail Defender improves the end-user experience, reduces the load on IT resources, and safely and securely retains the business information contained in e-mails. ArcMail's scalable solutions are designed to meet the e-mail archiving and management requirements of organizations both large and small. ArcMail has a global channel program to help deliver its products to organizations worldwide. ArcMail is headquartered in Shreveport and has development groups in Washington and Arizona.

The Fund has invested \$250,000 in 71,428 shares of ArcMail's common stock and advanced \$40,511 on a total commitment of \$81,022 based on a convertible promissory note issued to the Fund by ArcMail dated August 17, 2007. The note bears interest at eight (8%) percent, is repayable to the Fund with the unpaid amounts of principal advanced and accrued and unpaid interest on August 17, 2009. According to the terms of the note, the Fund will advance the remaining \$40,511 six months after the date of the note (March 17, 2007) or sooner if requested by ArcMail. The note and unpaid interest is convertible into Series A Preferred Stock on the maturity date of the note at a rate of \$3.50 of the unpaid principal and interest on the note to one share. The Preferred A stock has a face amount of \$3.50 per share and is senior in liquidation preference to ArcMail's common stock.

**Embera Neuro Therapeutics, Inc.** - Embera Neuro Therapeutics, Inc. ("Embera") is located in Shreveport, Louisiana and is developing a new drug based on technology developed by Dr. Nick Goeders, Head of the Pharmacology Department at the LSU Health Science Center in Shreveport, Louisiana (LSUHSC-Shreveport). Embera has developed a combination of two existing FDA approved drugs that together treats addictions with very few side effects.

Embera started its first clinical trial in December 2007. It is currently testing its product on a set of 45 cocaine addicted patients in a double-blind, placebo controlled study at LSUHSC-Shreveport. While the initial focus of this study is on cocaine, the company is also monitoring alcohol and nicotine addictions.

The Fund has invested \$422,180 in Embera. The investment was initially made with the purchase of 180,000 shares of common stock for \$180 or \$0.001 per share in August 2005. In January 2007, the Fund exercised a common stock warrant for 100,000 common shares purchased at an exercise price of \$1,000 or \$0.01 per share. In January 2007, the Fund also bought 300,000 shares of Series A Preferred stock at \$1.00 per share and converted a \$100,000 promissory note plus accrued interest of \$21,000 into 107,100 shares of Series A preferred stock.

**SteriFx, Inc.** - Located in Shreveport, Louisiana, SteriFx, Inc. ("SteriFx") is a specialty chemical company that has launched a new line of patented anti-microbial products into four established and emerging markets. The formulation has an exceptional ability to kill a wide range of microbes, pathogens, and chemical and biological agents, including e-coli and salmonella. SteriFx received USDA approval to sell its anti-microbial solution to poultry processing plants to promote workplace safety by killing e-coli, salmonella and other bacterial agents that can cause human death or sickness. The Fund invested in SteriFx's Series B-1 round of financing with two other venture firms based out of California.

The Fund has invested \$438,201 in SteriFx. The investment was initially made with the purchase of 1,460,669 shares of the Series B-1 preferred stock. The stock is senior in liquidation and is convertible at a 1:1 ratio into SteriFx's common stock (subject to anti-dilution adjustments). As of December 31, 2007, the stock has cumulative dividends accrued but not declared, therefore not recognized, of \$52,584.

**GMP Companies ("GMP")** - GMP is located in Ft. Lauderdale, Florida. Its anchor product is the LifeSync® Wireless ECG system, which is transforming patient ECG monitoring. Through its unique and patented design, the LifeSync® System eliminates lead wires and trunk cables between patients and bedside. Its 12-lead or transport ECG monitors allow freedom of movement throughout the hospital. Using highly-sophisticated Bluetooth® wireless technology, the LifeSync® System employs two-way radios to collect and transmit patient ECG and respiration data to the hospital's existing ECG monitors. The LifeSync® System can be implemented easily without costly changes to a hospital's infrastructure.

The Fund has invested \$2,000,000 in GMP. The investment was initially made with the purchase of 77,520 shares of Series A-1 Preferred Stock on December 18, 2006 for \$700,000. The Fund then purchased an additional 143,984 shares of Series A-1 Preferred stock for an additional \$1,300,000 on December 28, 2007, for a per share exercise price of \$9.03 each issue.

**Fertile Earth, Inc.** - Fertile Earth, Inc. ("Fertile Earth") is located in South Jordan, Utah. Fertile Earth develops and markets proprietary products integral to the emerging category of "smart landscaping," a discipline that cost-effectively combines water savings, reduced chemical usage and improved ease-of-use. These products include an innovative fertigation unit, consisting of a patent-pending hardware component and proprietary liquid fertilizer that permits homeowners to fertilize through their sprinkler systems, all-natural liquid pest repellants that can be used through the fertigation system, ground water monitoring meters that automatically shut off irrigation systems for water conservation, and a new product that shows when a potted plant needs water.

In 2007, Fertile Earth closed an approximately \$3 million Series A-1 Preferred Stock financing transaction. Fertile Earth's revenue growth of approximately 30% to 40% per year has been much smaller than originally forecasted.

To date, the Fund has invested \$500,000 in Fertile Earth's Series A-1 convertible preferred stock and received 357,143 shares. The Fund also received 69,374 shares of Series A-1 preferred stock as dividends on preferred

stock. The Fund also received a warrant to purchase \$500,000 of shares of Fertile Earth common stock at the same valuation as it purchased stock in the Series A round of financing.

**Fertile Earth Hospitality & Golf, Inc.** - located in New Orleans, LA. As part of the investment in Fertile Earth, Fertile Earth granted Fertile Earth Hospitality & Golf, Inc., a company owned by the Fund, exclusive rights to distribute its products in the hospitality market in the United States and in all markets in the Caribbean, Central and South America and Mexico. As part of Fertile Earth's initial sales strategies of selling fertigation products to home builders, we believed that this company would be an excellent complement to that sales strategy in focusing on sales to hotels. This company initially sold, and continues to sell, to a hotel management company that has installed the Fertile Earth feeder in approximately twenty-five hotels. In light of the shift in focus of Fertile Earth's sales strategy away from home builders resulting from the significant slow down in United States home sales and its emergence as a "smart landscaping" business, this company and Fertile Earth have not been able to secure a national wholesale distribution supplier in the hospitality industry.

#### **Note 4 Related Party Transactions**

The Fund's general partner VCE Capital Partners, LLC provides management services to the Company under a management agreement and is compensated at two and one-half (2.5%) percent of the aggregate capital commitments of the Partners. The fee for 2007 was \$591,321. As of December 31, 2007, the Company owed the general partner \$-0-.

#### **Note 5 Partner Commitments**

The Fund's investors have made commitments to fund capital draws totaling approximately \$23,900,000 as of December 31, 2007. A total of \$16,724,236 in capital funding draws have been called through December 31, 2007 with \$2,158,067 remaining to be funded and carried as partner receivables as of December 31, 2007.

#### **Note 6 Significant Estimates**

Investments in portfolio companies are not investments in publicly traded companies or companies in which a ready market exists for the equity interests offered by those companies. These investments are valued based on the experience of the Fund's management and the current operating results of these companies in conjunction with the expectations of the results for activities planned or in process by each portfolio company.

The estimate of the value of each portfolio company is continually reviewed and revised as additional information becomes available. Management believes the values carried herein, at December 31, 2007, is adequate, however, the amount ultimately realized by the Fund upon liquidation of the investment may prove to be more or less than the current estimates of value for each investment.

**ROBERTS, CHERRY AND COMPANY**  
*Certified Public Accountants, Consultants*

**Independent Auditor's Report**

Board of Directors  
Louisiana Ventures, LP  
Bossier City, Louisiana

We have audited the accompanying balance sheet of Louisiana Ventures, LP (the "Company") as of December 31, 2007 and the related statements of operations, changes in partners' capital, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Louisiana Ventures, LP as of December 31, 2007, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*ROBERTS, CHERRY AND COMPANY*

ROBERTS, CHERRY AND COMPANY

A Corporation of  
Certified Public Accountants  
Shreveport, Louisiana  
April 21, 2008



Louisiana Ventures, LP

December 16, 2005

*RE: Legal Documentation of Additional Commitment to Louisiana Ventures, LP*

Robert A Kramer  
Stanford Financial Group  
5050 Westheimer  
Houston, TX 77056

Dear Robert—

It was nice talking to you today.

Please find a signed and accepted subscription agreement evidencing the Stanford Group's Regulation S additional commitment to Louisiana Ventures, L.P. It is the substantively the same document that was executed in November 2004.

If you have any questions, please do not hesitate to contact me. I trust you will have a Merry Christmas.

With kind regards, I am,

Sincerely,

Ross P. Barrett  
Managing Partner, Louisiana Ventures, LP

enclosure

cc: James M. Davis

Louisiana Ventures, LP  
820 Garrett Drive.  
Bossier City, LA 71111  
318-746-8430 (main)  
318-746-3771 (fax)

## Louisiana Ventures, L.P.

To Undersigned Subscriber:

Reference is made to (i) the Confidential Private Offering Memorandum (the "Offering Memorandum") pursuant to which Louisiana Ventures, L.P., a Delaware limited partnership (the "Fund"), is offering (the "Offering") limited partnership interests ("Limited Partnership Interests") in the Fund, and (ii) the form of the Limited Partnership Agreement of the Fund referred to therein, a copy of which is included herewith (the "Limited Partnership Agreement"). Capitalized terms used but not defined in this subscription agreement (the "Subscription Agreement") shall have the respective meanings set forth in the Limited Partnership Agreement.

The undersigned subscribing investor (the "Subscriber") hereby agrees as follows:

1. Subscription for the Limited Partnership Interests. The Subscriber agrees to become a Limited Partner in the Fund and in connection therewith irrevocably subscribes for and agrees to acquire a Limited Partnership Interest for the stipulated Capital Commitment set forth on the signature page hereof. The Fund will not accept subscriptions and have a formal closing unless and until the Fund has received a minimum of \$7.5 million in binding capital commitments. If the closing does not occur, this subscription agreement will not be accepted and will be returned to you.

On April 11, 2003, the Board of the Louisiana Economic Development Corporation ("LEDC") approved a \$5 million commitment to the Fund, subject to the following conditions:

- o To ensure that LEDC is not the only investor in the Fund, the Fund must raise private capital from additional investors (i.e., raise non-LEDC money).
- o The Fund is only permitted to draw upon LEDC's \$5 million private capital commitment on a 1:2 basis. That is, for every two dollars of private capital raised from additional investors, the Fund is entitled to draw one dollar from the LEDC commitment.
- o The Fund may not draw down more than 20% of LEDC's \$5 million capital commitment (i.e., \$1 million) within the first twelve months of the initial closing of the Fund.
- o VCE Capital Partners, LLC, the Fund manager, must locate and maintain a production office in Louisiana with a full time person qualified to actively seek and review Louisiana investments.

2. Payment by the Subscriber.

(a) Subscriptions Received before the Initial Closing. If this Subscription Agreement is received by the General Partner before the Initial Closing, then promptly following written notice from the General Partner to the Subscriber that it has received and will accept subscriptions in an amount necessary to satisfy the conditions for the Initial Closing set forth in the Limited Partnership Agreement and that it intends to hold the Initial Closing (the "Initial Closing Notice"), the Subscriber will make an initial cash capital payment to the Fund in the amount designated by the General Partner in the

Initial Closing Notice as pursuant to the specific conditions as set forth above in section (1).

(b) *Subscriptions Accepted After the Initial Closing.* In the event this Subscription Agreement is accepted by the General Partner after the Initial Closing, then promptly following written notice from the General Partner to the Subscriber that it has accepted this subscription and that the Initial Closing has occurred, the Subscriber will make an initial cash capital payment to the Fund in the amount designated by the General Partner in such notice, provided that such amount shall in no event exceed 20% of the Subscriber's Capital Commitment and such payment shall equal the same percentage of the Subscriber's Capital Commitment as was required to be paid by the other Subscribers in this offering at the Initial Closing (subject to section (1) above with respect to LEDC). In addition, the Subscriber shall, if requested by the General Partner, make any payments required by Section 3.2 of the Limited Partnership Agreement.

(c) *Additional Capital Contributions.* The Subscriber agrees and commits to pay in cash to the Fund the balance of its Capital Commitment pursuant to the terms of the Limited Partnership Agreement, at the times set forth therein.

3 Certain Representations of the Subscriber. The Subscriber hereby represents and warrants to the Fund and the General Partner as follows, and acknowledges that the Subscriber has full knowledge that such persons intend to rely on such representations and warranties:

(a) The Subscriber is acquiring the Limited Partnership Interest hereunder for investment purposes only and does not intend to resell or subdivide such Limited Partnership Interest. No other person has or will have a direct or indirect beneficial interest in the Limited Partnership Interest subscribed for hereunder.

(b) The Subscriber has the full power and authority to execute, deliver and perform this Subscription Agreement and to subscribe for and purchase Limited Partnership Interests hereunder.

(c) The execution and delivery of this Subscription Agreement and the Limited Partnership Agreement, the consummation of the transactions contemplated hereby and thereby and the performance of the Subscriber's obligations hereunder and thereunder have been duly authorized by the Subscriber, and will not conflict with, or result in any violation of or default under, any provision of any charter, by-laws, trust agreement, partnership agreement or other governing instrument applicable to the Subscriber, any agreement or other instrument to which the Subscriber or its properties is a party, or any judgment, decree, statute, order, rule or regulation applicable to the Subscriber's business or properties.

(d) The Subscriber acknowledges that the Fund is a start-up venture with no operating history, and that the performance of the Fund will be affected by the investment decisions of the General Partner, including the timing of the General Partner's decisions to purchase, sell or to take other actions with respect to its investments; no assurances can be given that the investment strategies of the General Partner of the Fund will, in every case, maximize the financial results of the Fund.

(e) The Subscriber has received and read this Subscription Agreement, the Offering Memorandum and the Limited Partnership Agreement. The Subscriber (and the



Subscriber's purchaser representative(s), if any) has been furnished all other materials relating to the Fund and the subject offering, if any, which have been requested. Furthermore, the Subscriber (and the Subscriber's purchaser representative(s), if any) has been afforded an opportunity to ask questions of, and receive answers from, the General Partner in connection with the offering of the Limited Partnership Interests.

(f) The Subscriber (alone or with the Subscriber's purchaser representative(s), if any): (i) has obtained, in the Subscriber's judgment, sufficient information to evaluate the merits and risks of an investment in the Fund and (ii) has sufficient knowledge and experience in financial and business matters to evaluate the merits and risks associated with such investment and to make an informed investment decision with thereto. The Subscriber (and the Subscriber's purchaser representative(s), if any) has not relied upon any offering material or literature other than the Offering Memorandum and written information (if any) furnished or made available by the General Partner.

(g) The Subscriber is not subscribing to purchase the Limited Partnership Interests as a result of or subsequent to any advertisement, article, notice or other communication published in any newspaper, magazine or similar media or broadcast over television, radio or the Internet, or any solicitation of a subscription by a person not previously known to the Subscriber in connection with investments in securities generally.

(h) The Subscriber understands that the Limited Partnership Interests herein subscribed for are suitable only for a purchaser who is not a U.S. Person (as defined below or as defined in Rule 902(k) under the Securities Act of 1933, as amended (the "Securities Act")) and are being offered and sold in an offshore transaction pursuant to Regulation S. The Subscriber represents that it is not a U.S. Person and is purchasing the Limited Partnership Interests in an offshore transaction pursuant to Regulation S. The Subscriber understands that the Limited Partnership Interests are being offered in a transaction not involving any public offering in the United States within the meaning of the Securities Act, that the Limited Partnership Interests have not been and will not be registered under the Securities Act, and that that the Limited Partnership Interests cannot be transferred or assigned, except in certain limited circumstances specified in the Limited Partnership Agreement, and that such transfer or assignment may only be outside the United States in a transaction complying with Regulation S or pursuant to an effective registration statement under the Securities Act and in accordance with any applicable state or non-U.S. securities laws. The Subscriber understands that the Fund will be exempt from registration under the Investment Company Act of 1940, as amended (the "Investment Company Act"). In particular, the Subscriber understands that no voluntary transfer of any interest of the Fund is valid without the express written consent of the General Partner of the Fund, and that the General Partner may withhold consent to any proposed voluntary transfer if, in his or her sole and absolute discretion, the transfer would result in the Fund's being required to register as an investment company under the Investment Company Act, including if the transfer would result in the Fund having more than 100 beneficial owners as calculated under such Act. The Subscriber further understands that no federal or state agency has made any finding or determination as to the fairness for public investment or any recommendation or endorsement of the Limited Partnership Interests. In addition, the Subscriber understands that (i) the Limited Partnership Interests will not be, and investors in the Fund have no rights to require that the Limited Partnership Interests be,

**To:** Madsen, Iben[Iben.Madsen@cms-cmck.com]; O'Connor, William[William.OConnor@cms-cmck.com]  
**From:** Rees, Rachel  
**Sent:** Thur 19/03/2009 9:35:47 AM  
**Importance:** Normal  
**Subject:** FW: CMS Cameron McKenna  
**MAIL\_RECEIVED:** Thur 19/03/2009 9:35:47 AM  
[CMS Cameron McKenna.PDF](#)  
[stanford lv letter cms cameron mckenna march 17 follow up.doc](#)

-----Original Message-----

**From:** Ross Barrett [mailto:ross@vcecapital.com]  
**Sent:** 18 March 2009 22:23  
**To:** Rees, Rachel  
**Cc:** Hearn, Curt  
**Subject:** Fwd: CMS Cameron McKenna

Rachel--

There seems to be miscommunication, please advise receipt of this e-mail.

Kind regards,

Ross Barrett

--

Ross P. Barrett  
Louisiana Ventures, LP  
820 Garrett Drive  
Bossier City, LA 71111  
(o) 318-746-8430  
(f) 318-746-3771

----- Forwarded message -----

**From:** Deon Park <deon@vcecapital.com>  
**Date:** Wed, Mar 18, 2009 at 10:49 AM  
**Subject:** CMS Cameron McKenna  
**To:** Ross Barrett <ross@vcecapital.com>

--

Deon Park  
Louisiana Ventures  
820 Garrett Dr.  
Bossier City, LA 71111  
(O)318-746-8430

(F)318-746-3771

--

Ross P. Barrett  
Louisiana Ventures, LP  
820 Garrett Drive  
Bossier City, LA 71111  
(o) 318-746-8430  
(f) 318-746-3771

## C/M/S/ Cameron McKenna

Louisiana Ventures  
820 Garrett Dr,  
Bossier City,  
Louisiana 71111-2500,  
UNITED STATES OF AMERICA

## CMS Cameron McKenna LLP

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160 Aldersgate Street  
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Tel +44(0)20 7367 2428  
rachel.rees@cms-cmk.com

Your Ref:  
Our Ref: RF/PRW/DAHE/MIT6.29a/101248/00021

11 March 2009

Dear Sirs

**Stanford International Bank Ltd (in receiver-managership) ("SIB")**  
**Stanford Trust Company Ltd (in receiver-managership) ("STC")**  
(SIB and STC are defined as the "Companies")

We refer to our letter of 2 March 2009.

We have not yet had a reply from you on the questions raised by us in that letter and again kindly request that you provide us with your response in the next 7 days.

As you are aware, the Companies are both registered in Antigua, and regulated by the Financial Services Regulatory Commission in Antigua (the "FSRC"). It was upon the FSRC's application that our clients were appointed, and this appointment was ratified in the Antiguan High Court.

We refer you to paragraph 9 of the Order of the High Court of Justice of Antigua and Barbuda dated 26 February 2009, by which the Antiguan appointed Receivers are required to take into their custody and control "*all the property, undertakings and assets*" of the Companies. This wording naturally includes any accounts, equities, debts or any other assets held by, or in, you, which relate to the Companies.

The Antiguan appointed Receivers are currently in correspondence with the US Receiver over the scope of their respective powers and the extra-territorial effect of the Orders under which they are appointed. These issues remain outstanding.

We understand that the US Receiver has written to a number of financial institutions to request the movement of monies but as you have not been in contact with us we do not know if he has corresponded with you. It is a matter for you and your legal advisers but, in our clients' view, the proper course is for

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**C/M/S' Cameron McKenna**

the accounts, equities, debt or other assets held by or for the Companies to be frozen pending clarification and resolution of this issue. If you fail to take this course, our clients' view would be that they reserve their rights to hold you liable for paying these monies or assets away.

We look forward to hearing from you shortly.

Yours faithfully

*CMS Cameron McKenna LLP.*

**CMS Cameron McKenna LLP**

**Louisiana Ventures, LP**

**March 17, 2009**

CMS Cameron McKenna  
Mitre House  
160 Aldersgate Street  
London EC1A 4DD  
Attn: Rachel Rees [rachel.rees@cms-cmck.com](mailto:rachel.rees@cms-cmck.com)

*RE: Your Reference: PRW/DAHE/RF/MIT6.29a/101248.00021*

Dear Sir or Madam—

In response to your letter dated March 11, 2009 requesting a response, please see attached letter dated March 10<sup>th</sup> responding to said request.

This response was mailed via US Post Office, return receipt requested (see attached), as well as e-mailed (see e-mail chain), requesting a response. In the e-mail, we requested, but did not receive confirmation of receipt from your firm, as such, please confirm receipt.

Let me reiterate, in voluntarily providing this information to you, we do not concede that we are subject to the jurisdiction of the Antigua courts or the receivership for which you have indicated you have been appointed counsel. We also expect that you will hold such information confidential to be used solely for purposes proper to your responsibilities in connection with the receivership proceeding.

If you have any questions, please do not hesitate to contact me at 318-746-8430 or our legal counsel, Jones Walker in New Orleans, Louisiana (attn: Curt Hearn at 504-582-8308). As our memorandum indicated, we are surprised by these recent turn of events and will gladly cooperate with any request.

With kind regards, I am, Sincerely

Ross P. Barrett  
Managing Partner, Louisiana Ventures, LP

**Louisiana Ventures, LP**  
820 Garrett Dr.  
Bossier City, LA 71111  
318-746-8430 (main)  
318-746-3771 (fax)

**To:** 'Ross Barrett'[ross@vcecapital.com]  
**Cc:** 'Hearn, Curt'[chearn@joneswalker.com]; Hennis, Daniel[Daniel.Hennis@cms-cmck.com]  
**From:** Rees, Rachel  
**Sent:** Thur 19/03/2009 9:49:49 AM  
**Importance:** Normal  
**Subject:** RE: CMS Cameron McKenna - Louisian Ventures LP  
**MAIL\_RECEIVED:** Thur 19/03/2009 9:49:50 AM

Dear Mr Barrett

Apologies for not responding to your earlier email. I confirm receipt of your revised letter of 12 March. Thank you for providing the relevant information about the investment by SIB in your fund.

Please could you respond on the issue as to whether the investment by SIB in your fund will remain frozen pending clarification of the resolution of issues between the US appointed Receiver and the Antigua appointed receivers over the scope of their respective powers and the extra-territorial effect of the Orders under which they were appointed.

Kind regards

**Rachel Rees**

Solicitor

CMS Cameron McKenna LLP

rachel.rees@cms-cmck.com

+44 (0)20 7367 2428

[www.law-now.com](http://www.law-now.com)

-----Original Message-----

**From:** Ross Barrett [mailto:ross@vcecapital.com]

**Sent:** 18 March 2009 22:23

**To:** Rees, Rachel

**Cc:** Hearn, Curt

**Subject:** Fwd: CMS Cameron McKenna

Rachel--

There seems to be miscommunication, please advise receipt of this e-mail.

Kind regards,

Ross Barrett

--

Ross P. Barrett

Louisiana Ventures, LP

820 Garrett Drive

Bossier City, LA 71111

(o) 318-746-8430

(f) 318-746-3771

----- Forwarded message -----

From: **Deon Park** <[deon@vcecapital.com](mailto:deon@vcecapital.com)>

Date: Wed, Mar 18, 2009 at 10:49 AM

Subject: CMS Cameron McKenna

To: Ross Barrett <[ross@vcecapital.com](mailto:ross@vcecapital.com)>

--

Deon Park  
Louisiana Ventures  
820 Garrett Dr.  
Bossier City, LA 71111  
(O)318-746-8430  
(F)318-746-3771

--

Ross P. Barrett  
Louisiana Ventures, LP  
820 Garrett Drive  
Bossier City, LA 71111  
(o) 318-746-8430  
(f) 318-746-3771



**TAB 30**

with attachments

Luminex Corporation,  
12212 Technology Boulevard,  
Austin, TX 78727  
UNITED STATES OF AMERICA  
FAO: The Company Secretary

CMS Cameron McKenna LLP

Mitre House  
160 Aldersgate Street  
London EC1A 4DD

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Fax +44(0)20 7367 2000  
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Tel +44(0)20 7367 2428  
rashel.rees@cms-cmck.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

2 March 2009

Dear Sirs

**Stanford International Bank Limited (receiver-managers appointed) ("SIB")**  
**Stanford Trust Company Limited (receiver-managers appointed) ("STC")**

We are the law firm instructed by the Receiver-Managers (the "Receivers") of SIB and STC, appointed in Antigua and Barbuda, where both SIB and STC are registered. We enclose a copy of the document appointing the Receivers dated 19 February 2009, which was executed by the Antiguan Financial Services Regulatory Commission under section 287 of the Antiguan International Business Corporations Act. The appointment of the Receivers was subsequently ratified by the High Court of Justice in Antigua and Barbuda on 26 February 2009. A copy of this court order is also attached.

We see from SIB's and STC's records that shares in the name, or otherwise for the benefit, of SIB or STC are held in your company. The Receivers are in the process of verifying and updating SIB's and STC's register of holdings. Please could you provide up to date details of the respective companies' shareholding and the total value of those shares.

Please could you also provide us with details of any dealings of SIB and STC in the shares of your company, from the time when any shareholding was first acquired.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver in respect of SIB. Please note that, at this juncture, we are solely collating up to date information to ensure that the Receivers can assess the financial position of SIB and STC. Needless to say, the Receivers also require this information to ensure that assets are not dissipated or otherwise jeopardised.

(22687333.01)

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We expect to correspond with you further in the near future with regard to the Receivers' further instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We ask you to respond within 10 days of the date of this letter.

Yours faithfully

CMCK

CMS Cameron McKenna LLP

## C/M/S/ Cameron McKenna

Luminex Corporation  
12212 Technology Boulevard,  
Austin,  
Texas 78727,  
UNITED STATES OF AMERICA

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Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Your Ref:  
Our Ref: RF/PRW/DAHE/MIT6.29a/101248/00021

11 March 2009

Dear Sirs

Stanford International Bank Ltd (in receiver-managership) ("SIB")  
Stanford Trust Company Ltd (in receiver-managership) ("STC")  
(SIB and STC are defined as the "Companies")

We refer to our letter of 2 March 2009.

We have not yet had a reply from you on the questions raised by us in that letter and again kindly request that you provide us with your response in the next 7 days.

As you are aware, the Companies are both registered in Antigua, and regulated by the Financial Services Regulatory Commission in Antigua (the "FSRC"). It was upon the FSRC's application that our clients were appointed, and this appointment was ratified in the Antiguan High Court.

We refer you to paragraph 9 of the Order of the High Court of Justice of Antigua and Barbuda dated 26 February 2009, by which the Antiguan appointed Receivers are required to take into their custody and control "*all the property, undertakings and assets*" of the Companies. This wording naturally includes any accounts, equities, debts or any other assets held by, or in, you, which relate to the Companies.

The Antiguan appointed Receivers are currently in correspondence with the US Receiver over the scope of their respective powers and the extra-territorial effect of the Orders under which they are appointed. These issues remain outstanding.

We understand that the US Receiver has written to a number of financial institutions to request the movement of monies but as you have not been in contact with us we do not know if he has corresponded with you. It is a matter for you and your legal advisers but, in our clients' view, the proper course is for

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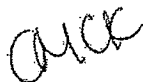
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C/M/S/ Cameron McKenna

the accounts, equities, debt or other assets held by or for the Companies to be frozen pending clarification and resolution of this issue. If you fail to take this course, our clients' view would be that they reserve their rights to hold you liable for paying these monies or assets away.

We look forward to hearing from you shortly.

Yours faithfully



CMS Cameron McKenna LLP

**TAB 31**

Marex Financial  
155 Bishopgate,  
London,  
EC2M 3TQ  
FAO: Legal Department

CMS Cameron McKenna LLP

Mitre House  
160 Aldersgate Street  
London EC1A 4DD

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Fax+44(0)20 7367 2000  
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Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

27 February 2009

Dear Sirs

Account Numbers: 18886, and 18889

Stanford International Bank Limited (receiver-managers appointed) ("SIB")

Stanford Trust Company Limited (receiver-managers appointed) ("STC")

We are the law firm instructed by the receiver-managers (the "Receivers") of SIB and STC, appointed in Antigua and Barbuda, where both SIB and STC are registered. We enclose a copy of the document appointing the Receivers dated 19 February 2009, which was executed by the Antiguan Financial Services Regulatory Commission under section 287 of the Antiguan International Business Corporations Act. The appointment of the Receivers was subsequently ratified by the High Court of Justice in Antigua and Barbuda on 26 February 2009. A copy of this court order is also attached.

We see from SIB's records that you hold assets or accounts in the name, or otherwise for the benefit, of SIB. The Receivers are in the process of verifying and updating SIB's account information and we should be grateful if you could provide up to date details of all assets or accounts that you hold for SIB and the balances on those accounts.

SIB's records show that you hold at least two accounts for SIB, the details of which are as follows:

Account No.	Currency
18886	USD
18889	USD

(22685018.01)

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Please could you confirm the accuracy of this information and whether there are other assets or accounts held with you in the name of SIB. Also, please could you provide us with any information regarding any assets or accounts held in the name, or for the benefit, of STC.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver. Please note, therefore, that at this juncture we are solely collating up to date information on assets and accounts to ensure that the Receivers can assess SIB's financial position. Needless to say, the Receivers also need this information to ensure that assets are not dissipated or otherwise jeopardised and please confirm that you will not pay out any monies without our consent.

In addition, if you have a claim against either SIB or STC, please provide details.

We expect to correspond with you further in the near future in order to confirm the Receivers' instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We would be grateful if you could respond within 10 days of the date of this letter.

Yours faithfully

CMS Cameron McKenna LLP



Marex Financial  
155 Bishopgate,  
London,  
EC2M 3TQ  
FAO: Legal Department

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Fax+44(0)20 7367 2000  
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DX 135316 BARBICAN 2

Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

2 March 2009

Dear Sirs

Account Numbers: 9055-1010 and 1181-1046  
Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")

Further to our letter of 27 February, we have been informed that Marex Financial has custody of accounts that were managed on SIB's behalf by Longley Asset Management. We believe the account numbers relating to these accounts are as follows:

Account No.	Currency
9055-1010	USD
1181-1046	USD

Please could you confirm the accuracy of this information and whether there are other assets or accounts held with you in the name of SIB. Also, please could you provide us with any information regarding any assets or accounts held in the name, or for the benefit, of STC.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver. Please note, therefore, that at this juncture we are solely collating up to date information on assets and accounts to ensure that the Receivers can assess SIB's financial position. Needless to say, the Receivers also need this information

(22687735.01)

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to ensure that assets are not dissipated or otherwise jeopardised and please confirm that you will not pay out any monies without our consent.

In addition, if you have a claim against either SIB or STC, please provide details.

We expect to correspond with you further in the near future in order to confirm the Receivers' instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We would be grateful if you could respond within 10 days of the date of this letter.

Yours faithfully

CMK

CMS Cameron McKenna LLP

Level One  
155 Bishopsgate  
London EC2M 3TQ

TEL: +44 (0)20 7655 6000  
FAX: +44 (0)20 7655 6024  
www.marexfinancial.com

OUR REF: WJC2009ILTRSWJC15-CMS

YOUR REF: PRW/DAHE/RF/MIT6.22b/101248.00021

CMS Cameron McKenna LLP,  
Mitre House,  
160 Aldersgate Street,  
London  
EC1A 4DD

Attn: Rachel Rees

4<sup>th</sup> March 2009

Dear Madam,

Account Numbers: 18886 and 18889

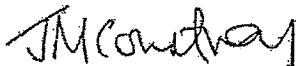
Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")

Following your letter of 27 February 2009, please find enclosed copies of statements for the following accounts:

- |     |       |                                     |
|-----|-------|-------------------------------------|
| (1) | 18885 | Bank of Antigua                     |
| (2) | 18886 | Stanford International Bank Limited |
| (3) | 18889 | Stanford Finance Group Limited      |

Should you require further information, please do not hesitate to contact the undersigned directly at [jcourtney@marexfinancial.com](mailto:jcourtney@marexfinancial.com)

Yours faithfully,



Julian Courtney  
Compliance Director



MAREX FINANCIAL LTD.  
155 Bishopsgate,  
London EC2M 3TQ. +44 (0)20 7655 6000  
www.marexfinancial.com

Authorized and Regulated by the Financial  
Services Authority, Register No. 442767

Time of trade available on request

BANK OF ANTIGUA  
NO 16 FAVILLON DRIVE  
ST JOHNS  
ANTIGUA  
WEST INDIES

Segregated

STATEMENT DATE : 27/02/09

ACCOUNT NUMBER: 18885 GA

Page : 1

\* \* \* \* \* A C C O U N T S U M M A R Y \* \* \* \* \*

	US DOLLAR	YEN	BASE CURR USD
CHANGE RATE	1	97.86	1
OPENING BALANCE	92,431.57CR	0	92,431.57CR
POSTED OPTION PREMIUM	0.00	0	0.00
GROSS PROFIT AND LOSS	0.00	0	0.00
DAILY COLLATERAL SETTLEMENT	0.00	0	0.00
DLY UPFRONT POST COMMISSION	0.00	0	0.00
DLY POSTED COMMISSION C.O.B.	0.00	0	0.00
POSTED VOUCHER	0.00	0	0.00
CASH POSTING	0.00	0	0.00
CASH BALANCE	92,431.57CR	0	92,431.57CR
OPEN TRADE EQUITY	0.00	0	0.00
LME DISCOUNT MARGIN	0.00	0	0.00
TOTAL EQUITY	92,431.57CR	0	92,431.57CR
TOTAL OPTION MARKET VALUE	0.00	0	0.00
NET LIQUIDATION VALUE	92,431.57CR	0	92,431.57CR
INITIAL MARGIN	0.00	0	0.00
GROUP INITIAL MARGIN	0.00	0	0.00
COLLATERAL HOUT PHYSICAL VALUE	0.00	0	0.00
UNDER INITIAL/MARGIN EXCESS	92,431.57CR	0	92,431.57CR
INITIAL MARGIN CREDIT LINE	0.00	0	0.00
VARIATION MARGIN CREDIT LINE	0.00	0	0.00
COMBINED CREDIT LINE	0.00	0	0.00
FWD COMMISSIONS	0.00	0	0.00
MTD POSTED COMMISSION	0.00	0	0.00
MTD GROSS PROFIT/LOSS	0.00	0	0.00
TD OPTION PREMIUM	0.00	0	0.00
COLLATERAL SETTLEMENT	0.00	0	0.00

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Email: londoncompliance@marexfinancial.com

# MAREX

FINANCIAL

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Time of trade available on request

STANFORD INTERNL BANK LTD  
NO 11 PAVILLION DRIVE  
ST JOHNS  
ANTIGUA  
WEST INDIES

Segregated

STATEMENT DATE : 27/02/09

ACCOUNT NUMBER: 13885 GA

Page : 1

\* \* \* \* \* A C C O U N T S U M M A R Y \* \* \* \* \*

	US DOLLAR	YEN	BASE CURR USD
CHANGE RATE	1	97.86	1
OPENING BALANCE	299,851.24CR	0	299,851.24CR
POSTED OPTION PREMIUM	0.00	0	0.00
GROSS PROFIT AND LOSS	0.00	0	0.00
DAILY COLLATERAL SETTLEMENT	0.00	0	0.00
DAY UPFRONT POST COMMISSION	0.00	0	0.00
DAY POSTED COMMISSION C.O.B.	0.00	0	0.00
POSTED VOUCHER	0.00	0	0.00
CASH POSTING	0.00	0	0.00
CASH BALANCE	299,851.24CR	0	299,851.24CR
OPEN TRADE EQUITY	0.00	0	0.00
LINE DISCOUNT MARGIN	0.00	0	0.00
TOTAL EQUITY	299,851.24CR	0	299,851.24CR
TOTAL OPTION MARKET VALUE	0.00	0	0.00
NET LIQUIDATION VALUE	299,851.24CR	0	299,851.24CR
INITIAL MARGIN	0.00	0	0.00
GROUP INITIAL MARGIN	0.00	0	0.00
COLLATERAL HOUT PHYSICAL VALUE	0.00	0	0.00
UNDER INITIAL/MARGIN EXCESS	299,851.24CR	0	299,851.24CR
INITIAL MARGIN CREDIT LINE	0.00	0	0.00
VARIATION MARGIN CREDIT LINE	0.00	0	0.00
COMBINED CREDIT LINE	0.00	0	0.00
FWD COMMISSIONS	0.00	0	0.00
MTD POSTED COMMISSION	0.00	0	0.00
MTD GROSS PROFIT/LOSS	0.00	0	0.00
MTD OPTION PREMIUM	0.00	0	0.00
LATERAL SETTLEMENT	0.00	0	0.00

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STANFORD FINANC GROUP LTD  
NO 1 PAVILLION DRIVE  
ST JOHNS  
ANTIGUA  
WEST INDIES

Time of trade available on request

Segregated

STATEMENT DATE : 27/02/09

ACCOUNT NUMBER: 16889 GA

Page : 1

\* \* \* \* \* A C C O U N T S U M M A R Y \* \* \* \* \*

	US DOLLAR	YEN	BASE CURR USD
CHANGE RATE	1	97.68	1
OPENING BALANCE	156,732.57CR	0	156,732.57CR
POSTED OPTION PREMIUM	0.00	0	0.00
GROSS PROFIT AND LOSS	0.00	0	0.00
DAILY COLLATERAL SETTLEMENT	0.00	0	0.00
DLY UPFRONT POST COMMISSION	0.00	0	0.00
DLY POSTED COMMISSION C.O.B.	0.00	0	0.00
POSTED VOUCHER	0.00	0	0.00
CASH POSTING	0.00	0	0.00
CASH BALANCE	156,732.57CR	0	156,732.57CR
OPEN TRADE EQUITY	0.00	0	0.00
LINE DISCOUNT MARGIN	0.00	0	0.00
TOTAL EQUITY	156,732.57CR	0	156,732.57CR
TOTAL OPTION MARKET VALUE	0.00	0	0.00
NET LIQUIDATION VALUE	156,732.57CR	0	156,732.57CR
INITIAL MARGIN	0.00	0	0.00
GROUP INITIAL MARGIN	0.00	0	0.00
COLLATERAL BCUT PHYSICAL VALUE	0.00	0	0.00
UNDER INITIAL/MARGIN EXCESS	156,732.57CR	0	156,732.57CR
INITIAL MARGIN CREDIT LINE	0.00	0	0.00
VARIATION MARGIN CREDIT LINE	0.00	0	0.00
COMBINED CREDIT LINE	0.00	0	0.00
FWD COMMISSIONS	0.00	0	0.00
MTD POSTED COMMISSION	0.00	0	0.00
MTD GROSS PROFIT/LOSS	0.00	0	0.00
MTD OPTION PREMIUM	0.00	0	0.00
DAILY COLLATERAL SETTLEMENT	0.00	0	0.00

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Email: londoncompliance@marexfinancial.com

C/M/S/ Cameron McKenna

## Attendance Note

Client:	Vantis Business Recovery
Matter:	Stanford International Ltd
File Number:	101248/00021
Fee-Earner:	RF
Type of Attendance:	Telephone Conversation with Julian Courtney of Marex Financial
Date	10 March 2009

---

## Attending

Julian Courtney ("JC")                      Compliance Officer – Marex Financial

RF receiving a voicemail message from Julian Courtney, compliance officer for Marex Financial re SIB. Returning his call but he was in a meeting. Further voicemail message received and returned call again.

RF attending JC on his telephoning. He said that he had received correspondence from the SFG receiver in the US asking Marex to transfer the funds held to 3 designated bank accounts in the US. He was not sure what to do as he had also received a letter from us saying that they should not pay any monies out without informing us. He was not sure what to do. I said that I would take instructions and revert to him but the US receivers and Antiguan receivers were currently in discussions about taking control of the assets. He said that he would hold fire until he heard back from me.

RF

Marex Financial  
Level One  
155 Bishopgate,  
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EC2M 3TQ

For the attention of Julian Courtney, Compliance Director

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Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

10 March 2009  
By Post and Email

Dear Sirs

Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")  
(SIB and STC are defined as the "Companies")

Further to our conversation of 10 March 2009, we understand that the US appointed Receiver has requested the transfer of the accounts held by Marex Financial to accounts under his control.

As you are aware, the Companies are both registered in Antigua, and regulated by the Financial Services Regulatory Commission in Antigua (the "FSRC"). It was upon the FSRC's application that our clients were appointed, and this appointment was ratified in the Antiguan High Court.

We refer you to paragraph 9 of the Order of the High Court of Justice of Antigua and Barbuda dated 26 February 2009, by which the Antiguan appointed Receivers are required to take into their custody and control "*all the property, undertakings and assets*" of the Companies. This wording naturally includes any accounts held by Marex Financial which relate to the Companies.

The Antiguan appointed Receivers are currently in correspondence with the US Receiver over the scope of their respective powers and the extra-territorial effect of the Orders under which they are appointed. These issues remain outstanding.

We cannot advise you as to how to respond to the request by the US appointed Receiver but we can confirm that he is aware of the issue we have highlighted. It is a matter for you and your legal advisers but in our clients' view, the proper course is for the accounts held by the Companies to be frozen pending

(22685018.01)

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clarification and resolution of this issue. If you fail to take this course, we reserve our clients' rights to hold you liable for paying these monies away.

Yours faithfully

*Chris Cameron LLP*

CMS Cameron McKenna LLP

Marex Financial  
Level One  
155 Bishopgate  
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FAO: Julian Courtney, Compliance Director

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rachel.rees@cms-cmck.com

Our Ref: RF/PRW/MIT6.29a/t01248.00021

19 March 2009

Dear Sirs

Account Numbers: 18886 and 18889  
Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")  
(SIB and STC are defined as the "Companies")

Further to our letter of 10 March 2009, the Receivers have recently received a letter dated 13 February 2009 from Marex Financial Limited's documentation department in relation to account no. 18889 (copy letter attached).

We assume that there is no need for the Receivers to respond to this letter in light of the recent correspondence between us but you may wish to inform your documentation department of that correspondence.

Yours faithfully

*CMS CMCK LLP*

CMS Cameron McKenna LLP  
Copy: Documentation Department, Marex Finance Limited, Level One, 155 Bishopsgate,  
London EC2M 3TQ

(22702170.01)

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2009 MAR 18 AM 9:47

Level One  
155 Bishopsgate  
London EC2M 3TQ

STANFORD FINANC GROUP LTD  
NO 1 PAVILLION DRIVE  
ST JOHNS  
ANTIGUA  
WEST INDIES

TEL: +44 (0)20 7655 6000  
FAX: +44 (0)20 7655 6024  
www.marexfinancial.com

13 February 2009

Dear Sirs,

**Your Trading Account: 18889**

Upon review of our records, MAREX Financial Limited (MAREX) has noted that your account has been inactive and maintains a cash balance. Please be advised that MAREX is not an authorised depository and therefore requires your account to be closed.

In order to process an efficient and correct transfer of the balance in your account, please provide us with your banking details as follows:

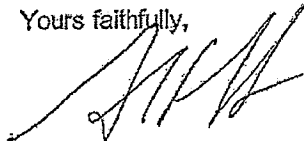
- Bank Name
- Bank Address
- Bank Swift Code
- Name of Account
- Account Number

Please send us your details via email to [London-Documentation@marexfinancial.com](mailto:London-Documentation@marexfinancial.com)  
Once your details have been received we will process the balance transfer.

If we do not hear from you within 30 days, we will transfer the balance of your account into a suspense account until you instruct us otherwise.

I would like to take this opportunity to thank you for your past business.

Yours faithfully,



Documentation Department  
MAREX Financial Ltd

C/M/S/ Cameron McKenna

## Attendance Note

Client:	Vantis Business Recovery
Matter:	Stanford International Ltd
File Number:	101248/00021
Fee-Earner:	RF
Type of Attendance:	Telephone Conversation with Julian Courtney of Marex Financial
Subject	Stanford
Date	30 March 2009

---

Julian Courtney ("JC")      Marex Financial

RF telephoning JC and leaving a message for him to call me back about the letter we had sent earlier today.

\* \* \* \* \*

Subsequently receiving a voicemail message from him and calling him back but permanently engaged.

RF

## C/M/S/ Cameron McKenna

Marex Financial  
Level One  
155 Bishopgate  
London  
EC2M 3TQ

FAO: Julian Courtney

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Tel +44(0)20 7367 3524  
peter.wiltshire@cms-cmck.com

Our Ref: PRW/DAHE/MTT6.22b/101248.00021

30 March 2009  
By email and post

Dear Sirs

## Stanford International Bank Limited (in receivership) ("SIB")

As you know, we act for the Receiver-Managers (the "Receivers") of SIB, as appointed by the High Court in Antigua. Under that Antiguan order, the Receivers were ordered to take all the assets of SIB under their control.

You may be aware that the U.S. Securities and Exchange Commission ("SEC") applied for, and was granted, a freezing order by the High Court of Justice over the assets of, inter alia, SIB in the UK on Friday 27 March 2009 (the "Order"). Please note that we do not regard the Order as varying the position previously reached between us, namely that the monies or assets of SIB should not be paid away or transferred by you until you are instructed to do so by a joint instruction from the US receiver and the Receivers, or by an order expressly directing you to transfer the monies in accordance with its terms. At present, the monies you hold in the name of SIB should therefore remain frozen and not be paid out.

If you take a different view, please let us know by return.

Yours faithfully

*CMS Cameron McKenna LLP*

## CMS Cameron McKenna LLP

(22710253.01)

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**Madsen, Iben**

---

**From:** Courtney, Julian [JCourtney@marexfinancial.com]  
**Sent:** 08 April 2009 15:39  
**To:** Hennis, Daniel  
**Subject:** RE: STANFORD INTERNATIONAL GROUP

I am not realising any funds held with Marex Financial Limited

---

**From:** Hennis, Daniel [mailto:Daniel.Hennis@cms-cmck.com]  
**Sent:** 08 April 2009 15:18  
**To:** Courtney, Julian  
**Cc:** ALDRED, Duncan  
**Subject:** RE: STANFORD INTERNATIONAL GROUP

Julian

Thank you for your email below. Further to your call with my colleague Duncan Aldred, are you able to give us the confirmation requested in our letter as you indicated verbally to Mr Aldred?

Kind regards

Daniel Hennis  
 Associate  
 CMS Cameron McKenna LLP  
 Tel: 020 7367 3524  
 Fax: 020 7367 2000

-----Original Message-----

**From:** Courtney, Julian [mailto:JCourtney@marexfinancial.com]  
**Sent:** 08 April 2009 14:30  
**To:** Hennis, Daniel  
**Subject:** STANFORD INTERNATIONAL GROUP

I confirm receipt of the letter dated 8 April 2009.  
 Julian Courtney

---

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**Madsen, Iben**

---

**From:** O'Connor, William  
**Sent:** 16 April 2009 16:18  
**To:** 'jcourtney@marexfinancial.com'  
**Cc:** Rees, Rachel; Hennis, Daniel; Madsen, Iben  
**Subject:** Stanford International Bank

Please see attached letter, a copy of which is being sent to Melissa Longley of Longley Asset Management.



Marex.PDF

**Will O'Connor**  
Trainee Solicitor  
CMS Cameron McKenna LLP  
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+44 (0)20 7367 2581

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## C/M/S/ Cameron McKenna

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Tel +44(0)20 7367 3524  
daniel.hennis@cms-cmk.com

Your Ref:  
Our Ref: DAHE/PRW/MIT6.23b/101248.00021

8 April 2009

Dear Sirs

Stanford International Bank Limited (In Receivership) ("SIB")

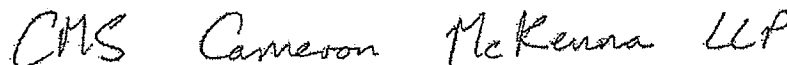
We write further to our letter of 30 March 2009.

Since our last letter there have been some developments. As you may have seen in the press, on 6 April 2009, the US Securities and Exchange Commission ("SEC") extended its freezing order over the assets of SIB held in UK institutions. You may also be aware that our clients, the receiver-managers of SIB appointed by the High Court of Antigua, have recommended to the Antiguan Court that SIB be liquidated and the Financial Services Regulatory Commission ("FSRC"), the relevant regulatory body in Antigua, has made an application to the Antiguan High Court to wind up SIB and have our clients appointed as liquidators over SIB. We anticipate that this order will be granted this afternoon (UK time) and we will then apply to have our clients' position as liquidators recognised in the English courts.

Given our clients' pending application for recognition in the UK, we are keen to avoid any SIB assets leaving the UK. We therefore request that your client consents to providing us with at least two clear business days notice before it accedes to any request from the US receiver or the SEC, if any such request is indeed made, to move funds from the accounts it holds on behalf of SIB.

We would appreciate a substantive response to this letter by 6 p.m. this evening.

Yours faithfully



CMS Cameron McKenna LLP

(22718963.01)

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**TAB 32**



## ACCOUNT STATEMENT FOR PERIOD ENDED DECEMBER 31, 2008

Olympia Capital as Administrator  
c/o Williams House  
20 Reid Street  
Hamilton, HM 11  
Phone: 441-292-1018  
Fax: 441-298-5031

Geoff Norman  
E-mail: gnorman@olympiacapital.com  
Phone: 905-361-9258  
Fax: 905-361-2319

Stanford International Bank Limited  
Attn: Laura Pendergast  
2000 Airport Boulevard  
St. John's, Antigua  
West Indies  
pendergast@stanfordleagle.com

ACCOUNT NAME: Stanford International Bank Limited a/c: 15402

	Beginning Shares 9/30/2008	Beginning Value 9/30/2008	Ending Shares 12/31/2008	Ending Value 12/31/2008	Ending NAV	QTD <sup>2</sup> Rtn	YTD <sup>2</sup> Rtn
Meridian Diversified Fund, Ltd. Class B-Series 1	50,000.00	\$6,714.020	50,000.00	\$5,613,260	\$112.27	-16.4%	-23.8%
Total Account Value:				\$5,613,260			

Should you have any questions regarding the contents of this statement please contact the Investor Services Department at the address provided above.

## Notes:

1. This is a statement of registered shares only.
2. Net asset results are estimated, unaudited, net of all fees and expenses, and are time-weighted over the periods specified above. Performance results for this account may differ from the fund's performance for various reasons including, but not limited to, new issues eligibility and timing of investments. Past performance is not necessarily indicative of future results.

Investor

sent 05/03/09

1078

with attachments

Meridian Diversified Fund, Ltd  
Olympia Capital as Administrator  
c/o Williams House, 20 Reid Street  
Hamilton, HM 11  
BERMUDA  
FAO: The Company Secretary

CMS Cameron McKenna LLP

Mitre House  
160 Aldersgate Street  
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Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

5 March 2009

Dear Sirs

**Account Number: 15402 (US\$)**  
**Stanford International Bank Limited (receiver-managers appointed) ("SIB")**  
**Stanford Trust Company Limited (receiver-managers appointed) ("STC")**

We are the law firm instructed by the Receiver-Managers (the "Receivers") of SIB and STC, appointed in Antigua and Barbuda, where both SIB and STC are registered. We enclose a copy of the document appointing the Receivers dated 19 February 2009, which was executed by the Antiguan Financial Services Regulatory Commission under section 287 of the Antiguan International Business Corporations Act. The appointment of the Receivers was subsequently ratified by the High Court of Justice in Antigua and Barbuda on 26 February 2009. A copy of this court order is also attached.

We see from SIB's and STC's records that SIB has the above account with your company, which appears to hold shares in the name, or otherwise for the benefit, of SIB or STC in your company. The Receivers are in the process of verifying and updating SIB's and STC's register of holdings. Please could you provide up to date details of the respective companies' shareholding and the total value of those shares.

Please could you also provide us with details of any dealings of SIB and STC in the shares of your company, from the time when any shareholding was first acquired.

Please could you confirm the accuracy of this information and whether there are any other assets or accounts held with you in the name of SIB. Also, please could you provide us with any information regarding any assets or accounts held in the name, or for the benefit, of STC.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver in respect of SIB. Please note

(22689882.02)

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that, at this juncture, we are solely collating up to date information to ensure that the Receivers can assess the financial position of SIB and STC. Needless to say, the Receivers also require this information to ensure that assets are not dissipated or otherwise jeopardised. Please ensure that any funds held with, or in, you are secure and confirm that they will not be removed from your control without our consent.

We expect to correspond with you further in the near future with regard to the Receivers' further instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We ask you to respond within 10 days of the date of this letter.

Yours faithfully

CMC

CMS Cameron McKenna LLP

C/M/S/ Cameron McKenna

Meridian Diversified Fund Limited  
Olympia Capital as Administrator,  
c/o Williams House,  
20 Reid Street, Hamilton,  
HM 11 BERMUDA

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DX 135316 BARBICAN 2

Tel +44(0)20 7367 2428  
rachel.rees@cms-cmck.com

Your Ref:

Our Ref: RF/PRW/DAHE/MIT6.29a/101248/00021

11 March 2009

Dear Sirs

Stanford International Bank Ltd (in receiver-managership) ("SIB")  
Stanford Trust Company Ltd (in receiver-managership) ("STC")  
(SIB and STC are defined as the "Companies")

We refer to our letter of 5 March 2009.

We have not yet had a reply from you on the questions raised by us in that letter and again kindly request that you provide us with your response in the next 7 days.

As you are aware, the Companies are both registered in Antigua, and regulated by the Financial Services Regulatory Commission in Antigua (the "FSRC"). It was upon the FSRC's application that our clients were appointed, and this appointment was ratified in the Antiguan High Court.

We refer you to paragraph 9 of the Order of the High Court of Justice of Antigua and Barbuda dated 26 February 2009, by which the Antiguan appointed Receivers are required to take into their custody and control "*all the property, undertakings and assets*" of the Companies. This wording naturally includes any accounts, equities, debts or any other assets held by, or in, you, which relate to the Companies.

The Antiguan appointed Receivers are currently in correspondence with the US Receiver over the scope of their respective powers and the extra-territorial effect of the Orders under which they are appointed. These issues remain outstanding.

We understand that the US Receiver has written to a number of financial institutions to request the movement of monies but as you have not been in contact with us we do not know if he has corresponded with you. It is a matter for you and your legal advisers but, in our clients' view, the proper course is for

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C/M/S/ Cameron McKenna

the accounts, equities, debt or other assets held by or for the Companies to be frozen pending clarification and resolution of this issue. If you fail to take this course, our clients' view would be that they reserve their rights to hold you liable for paying these monies or assets away.

We look forward to hearing from you shortly.

Yours faithfully



CMS Cameron McKenna LLP



# TAB 33

MF Global  
717 Fifth Avenue, 9<sup>th</sup> Floor  
New York 1002-8101  
UNITED STATES OF AMERICA  
FAO: Legal Department

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London EC1A 4DD

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rachel.ress@cms-cmk.com

Our Ref: PRW/DAHE/RF/MIT6.22b/101248.00021

27 February 2009

Dear Sirs

Account Numbers: E D22 9074 72863, E D22 9074 72888, E D22 9074 72950, and E D22 9074 70497

Stanford International Bank Limited (receiver-managers appointed) ("SIB")  
Stanford Trust Company Limited (receiver-managers appointed) ("STC")

We are the law firm instructed by the receiver-managers (the "Receivers") of SIB and STC, appointed in Antigua and Barbuda, where both SIB and STC are registered. We enclose a copy of the document appointing the Receivers dated 19 February 2009, which was executed by the Antiguan Financial Services Regulatory Commission under section 287 of the Antiguan International Business Corporations Act. The appointment of the Receivers was subsequently ratified by the High Court of Justice in Antigua and Barbuda on 26 February 2009. A copy of this court order is also attached.

We see from SIB's records that you hold assets or accounts in the name, or otherwise for the benefit, of SIB. The Receivers are in the process of verifying and updating SIB's account information and we should be grateful if you could provide up to date details of all assets or accounts that you hold for SIB and the balances on those accounts.

SIB's records show that you hold at least four accounts for SIB, the details of which are as follows:

Account No.	Currency
E D22 9074 72863	USD
E D22 9074 72888	USD

(22684854.01)

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Account No.	Currency
E D22 9074 72950	USD
E D22 9074 70497	USD

Please could you confirm the accuracy of this information and whether there are other assets or accounts held with you in the name of SIB. Also, please could you provide us with any information regarding any assets or accounts held in the name, or for the benefit, of STC.

You may be aware that proceedings have also been initiated in the USA and that the Securities and Exchange Commission has obtained the appointment of a separate receiver. Please note, therefore, that at this juncture we are solely collating up to date information on assets and accounts to ensure that the Receivers can assess SIB's financial position. Needless to say, the Receivers also need this information to ensure that assets are not dissipated or otherwise jeopardised.

In addition, if you have a claim against either SIB or STC, please provide details.

We expect to correspond with you further in the near future in order to confirm the Receivers' instructions, and in the meantime, we look forward to hearing from you with the information requested above.

We would be grateful if you could respond within 10 days of the date of this letter.

Yours faithfully

**CMS Cameron McKenna LLP**



By Facsimile (01727 810 057)

April 3, 2009

Peter Wastell  
Nigel Hamilton-Smith  
Receivers  
49 London Road  
St Albans  
Herts  
AL1 1LJ

RE: Stanford International Bank Limited  
Stanford Trust Company Limited

Dear Messrs. Wastell and Hamilton-Smith:

Reference is made to the Appointment of Joint Receivers-Mangers issued by the Antiguan Financial Services Regulatory Commission and ratification by the High Court of Justice in Antigua and Barbuda relating to Stanford International Bank Limited and Stanford Trust Company Limited.

MF Global Inc. (MFG) has also received copies of the Complaint and Order Appointing Receiver issued in SEC v. Stanford International Bank, Ltd. et al. As reflected in the documents, the "Court assumes exclusive jurisdiction and takes possession of the assets, monies... of the Defendants and entities they own or control". Copies of the relevant documents have been attached for your convenience.

In as much as it appears both the US and Antiguan Receivers are seeking control of some of the same assets, MFG is seeking guidance prior to proceeding further. You may contact me by phone at (212) 935-3750 or by email at [dklejna@mfglobal.com](mailto:dklejna@mfglobal.com).

Very truly yours,

A handwritten signature in dark ink, appearing to read "Dennis A. Klejna".

Dennis A. Klejna  
Senior Vice President  
Assistant General Counsel

cc: CMS Cameron McKenna LLP  
([rachel.rees@cms-cmck.com](mailto:rachel.rees@cms-cmck.com))

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IN THE UNITED STATES DISTRICT COURT  
FOR THE NORTHERN DISTRICT OF TEXAS  
DALLAS DIVISION

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

COMPLAINT

STANFORD INTERNATIONAL BANK, LTD.,  
STANFORD GROUP COMPANY,  
STANFORD CAPITAL MANAGEMENT, LLC,  
R. ALLEN STANFORD, JAMES M. DAVIS, and  
LAURA PENDERGEST-HOLT

Defendants.

Plaintiff Securities and Exchange Commission alleges:

SUMMARY

1. The Commission seeks emergency relief to halt a massive, ongoing fraud orchestrated by R. Allen Stanford and James M. Davis and executed through companies they control, including Stanford International Bank, Ltd. ("SIB") and its affiliated Houston-based investment advisers, Stanford Group Company ("SGC") and Stanford Capital Management ("SCM"). Laura Pendergest-Holt, the chief investment officer of a Stanford affiliate, was indispensable to this scheme by helping to preserve the appearance of safety fabricated by Stanford and by training others to mislead investors. For example, she trained training SIB's senior investment officer to provide false information to investors.
2. Through this fraudulent scheme, SIB, acting through a network of SGC financial advisors, has sold approximately \$8 billion of self-styled "certificates of deposits" by promising high return rates that exceed those available through true certificates of deposits offered by traditional banks.

3. SIB claims that its unique investment strategy has allowed it to achieve double-digit returns on its investments over the past 15 years, allowing it offer high yields to CD purchasers. Indeed, SIB claims that its "diversified portfolio of investments" lost only 1.3% in 2008, a time during which the S&P 500 lost 39% and the Dow Jones STOXX Europe 500 Fund lost 41%.

4. Perhaps even more strange, SIB reports identical returns in 1995 and 1996 of exactly 15.71%. As Pendegast-Holt -- SIB investment committee member and the chief investment officer of Stanford Group Financial (a Stanford affiliate) -- admits, it is simply "improbable" that SIB could have managed a "global diversified" portfolio of investments in a way that returned identical results in consecutive years. A performance reporting consultant hired by SGC, when asked about these "improbable" returns, responded simply that it is "impossible" to achieve identical results on a diversified investment portfolio in consecutive years. Yet, SIB continues to promote its CDs using these improbable returns.

5. These improbable results are made even more suspicious by the fact that, contrary to assurances provided to investors, at most only two people -- Stanford and Davis -- know the details concerning the bulk of SIB's investment portfolio. And SIB goes to great lengths to prevent any true independent examination of those portfolios. For example, its long-standing auditor is reportedly retained based on a "relationship of trust" between the head of the auditing firm and Stanford.

6. Importantly, contrary to recent public statements by SIB, Stanford and Davis (and through them SGC) have wholly failed to cooperate with the Commission's efforts to account for the \$8 billion of investor funds purportedly held by SIB. In short, approximately 90% of

SIB's claimed investment portfolio resides in a "black box" shielded from any independent oversight.

7. In fact, far from "cooperating" with the Commission's enforcement investigation (which Stanford has reportedly tried to characterize as only involving routine examinations), SGC appears to have used press reports speculating about the Commission's investigation as a way to further mislead investors, falsely telling at least one customer during the week of February 9, 2009, that his multi-million dollar SIB CD could not be redeemed because "the SEC had frozen the account for two months." At least one other customer who recently inquired about redeeming a multi-million dollar CD claims that he was informed that, contrary to representations made at the time of purchase that the CD could be redeemed early upon payment of a penalty, R. Allen Stanford had ordered a two-month moratorium on CD redemptions.

8. This secrecy and recent misrepresentations are made even more suspicious by extensive and fundamental misrepresentations SIB and its advisors have made to CD purchasers in order to lull them into thinking their investment is safe. SIB and its advisors have misrepresented to CD purchasers that their deposits are safe because the bank: (i) re-invests client funds primarily in "liquid" financial instruments (the "portfolio"); (ii) monitors the portfolio through a team of 20-plus analysts; and (iii) is subject to yearly audits by Antiguan regulators. Recently, as the market absorbed the news of Bernard Madoff's massive Ponzi scheme, SIB has attempted to calm its own investors by claiming the bank has no "direct or indirect" exposure to Madoff's scheme.

9. These assurances are false. Contrary to these representations, SIB's investment portfolio was not invested in liquid financial instruments or allocated in the manner described in its promotional material and public reports. Instead, a substantial portion of the bank's portfolio was

placed in illiquid investments, such as real estate and private equity. Further, the vast majority of SIB's multi-billion dollar investment portfolio was not monitored by a team of analysts, but rather by two people -- Allen Stanford and James Davis. And contrary to SIB's representations, the Antiguan regulator responsible for oversight of the bank's portfolio, the Financial Services Regulatory Commission, does not audit SIB's portfolio or verify the assets SIB claims in its financial statements. Perhaps most alarming is that SIB has exposure to losses from the Madoff fraud scheme despite the bank's public assurances to the contrary.

10. SGC has failed to disclose material facts to its advisory clients. Alarmingly, recent weeks have seen an increasing amount of liquidation activity by SIB and attempts to wire money out of its investment portfolio. The Commission has received information indicating that in just the last two weeks, SIB has sought to remove over \$175 million from its accounts. And, a major clearing firm -- after unsuccessfully attempting to find information about SIB's financial condition and because it could not obtain adequate transparency into SIB's financials -- has recently informed SGC that it would no longer process wires from SGC accounts at the clearing firm to SIB for the purchase of SIB issued CDs, even if they were accompanied by customer letters of authorization.

11. Stanford's fraudulent conduct is not limited to the sale of CDs. Since 2005, SGC advisers have sold more than \$1 billion of a proprietary mutual fund wrap program, called Stanford Allocation Strategy ("SAS"), by using materially false and misleading historical performance data. The false data has helped SGC grow the SAS program from less than \$10 million in around 2004 to over \$1.2 billion, generating fees for SGC (and ultimately Stanford) in excess of \$25 million. And the fraudulent SAS performance was used to recruit registered financial advisers with significant



books of business, who were then heavily incentivized to re-allocate their clients' assets to SIB's CD program.

12. Moreover, SIB and Stanford Group Company have violated Section 7(d) of the Investment Company Act of 1940 by failing to register with the Commission in order to sell SIB's CDs. Had they complied with this registration requirement, the Commission would have been able to examine each of those entities concerning SIB's CD investment portfolio.

13. By engaging in the conduct described in this Complaint, defendants Stanford, Davis, Pendergest-Holt, SIB, SGC, and Stanford Capital, directly or indirectly, singly or in concert, have engaged, and unless enjoined and restrained, will again engage in transactions, acts, practices, and courses of business that constitute violations of Section 17(a) of the Securities Act of 1933 ("Securities Act") [15 U.S.C. §§ 77e(a), 77e(c) and 77g(a)], and Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act") [15 U.S.C. § 78j(b)], and Exchange Act Rule 10b-5 [17 C.F.R. § 240.10b-5] or, in the alternative, have aided and abetted such violations. In addition, through their conduct described herein, Stanford, SGC, and Stanford Capital have violated Section 206(1) and (2) of the Investment Advisers Act of 1940 ("Adviser's Act") [15 U.S.C. §§ 80b-6(1) and 80b-6(2)] and Davis and Pendergest-Holt have aided and abetted such violations. Finally, through their actions, SIB and SGC have violated Section 7(d) of the Investment Company Act of 1940 ("ICA") [15 U.S.C. § 80a-7(d)].

14. The Commission, in the interest of protecting the public from any further unscrupulous and illegal activity, brings this action against the defendants, seeking temporary, preliminary and permanent injunctive relief, disgorgement of all illicit profits and benefits defendants have received plus accrued prejudgment interest and a civil monetary penalty. The Commission also seeks an asset freeze, an accounting and other incidental relief, as well as the

appointment of a receiver to take possession and control of defendants' assets for the protection of defendants' victims.

#### JURISDICTION AND VENUE

15. The investments offered and sold by the defendants are "securities" under Section 2(1) of the Securities Act [15 U.S.C. § 77b], Section 3(a)(10) of the Exchange Act [15 U.S.C. § 78c], Section 2(36) of the Investment Company Act [15 U.S.C. § 80a-2(36)], and Section 202(18) of the Advisers Act [15 U.S.C. § 80b-2(18)].

16. Plaintiff Commission brings this action under the authority conferred upon it by Section 20(b) of the Securities Act [15 U.S.C. § 77(b)], Section 21(d) of the Exchange Act [15 U.S.C. § 78u(d)], Section 41(d) of the Investment Company Act [15 U.S.C. § 80a-41(d)], and Section 209(d) of the Advisers Act [15 U.S.C. § 80b-9(d)] to temporarily, preliminarily, and permanently enjoin Defendants from future violations of the federal securities laws.

17. This Court has jurisdiction over this action, and venue is proper, under Section 22(a) of the Securities Act [15 U.S.C. § 77v(a)], Section 27 of the Exchange Act [15 U.S.C. § 78aa], Section 43 of the Investment Company Act [15 U.S.C. § 80a-43], and Section 214 of the Advisers Act [15 U.S.C. § 80b-14].

18. Defendants have, directly or indirectly, made use of the means or instruments of transportation and communication, and the means or instrumentalities of interstate commerce, or of the mails, in connection with the transactions, acts, practices, and courses of business alleged herein. Certain of the transactions, acts, practices, and courses of business occurred in the Northern District of Texas.

DEFENDANTS

19. Stanford International Bank, Ltd. purports to be private international bank domiciled in St. John's, Antigua, West Indies. SIB claims to serve 30,000 clients in 131 countries and holds \$7.2 billion in assets under management. SIB's Annual Report for 2007 states that SIB has 50,000 clients. SIB's multi-billion portfolio of investments is purportedly monitored by the SFG's chief financial officer in Memphis, Tennessee. Unlike a commercial bank, SIB does not loan money. SIB sells the CD to U.S. investors through SGC, its affiliated investment adviser.

20. Stanford Group Company, a Houston-based corporation, is registered with the Commission as a broker-dealer and investment adviser. It has 29 offices located throughout the U.S. SGC's principal business consists of sales of SIB-issued securities, marketed as certificates of deposit. SGC is a wholly owned subsidiary of Stanford Group Holdings, Inc., which in turn is owned by R. Allen Stanford ("Stanford").

21. Stanford Capital Management, a registered investment adviser, took over the management of the SAS program (formerly Mutual Fund Partners) from SGC in early 2007. Stanford Group Company markets the SAS program through SCM.

22. R. Allen Stanford, a U.S. citizen, is the Chairman of the Board and sole shareholder of SIB and the sole director of SGC's parent company. Stanford refused to appear and give testimony in the investigation.

23. James M. Davis, a U.S. citizen and resident of Baldwin, Mississippi and who offices in Memphis, Tennessee and Tupelo, Mississippi, is a director and chief financial officer of SFG and SIB. Davis refused to appear and give testimony in this investigation.

24. Laura Pendergest-Holt, is the Chief Investment Officer of SIB and its affiliate Stanford Financial Group. She supervises a group of analysts in Memphis, Tupelo, and St. Croix who "oversee" performance of SIB's Tier II assets.

**STATEMENT OF FACTS AND ALLEGATIONS  
RELEVANT TO ALL CAUSES OF ACTION**

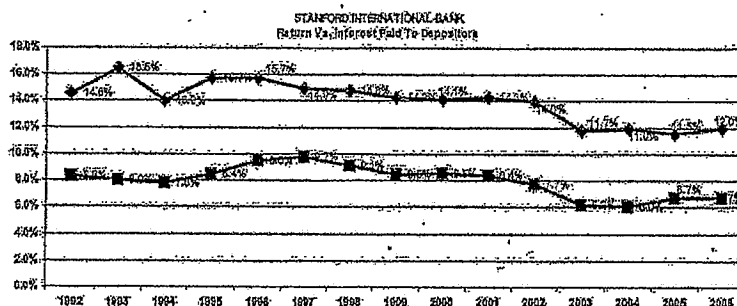
**A. The Stanford International Bank**

25. Allen Stanford has created a complex web of affiliated companies that exist and operate under the brand Stanford Financial Group ("SFG"). SFG is described as a privately-held group of companies that has in excess of \$50 billion "under advisement."

26. SIB, one of SFG's affiliates, is a private, offshore bank that purports to have an independent Board of Directors, an Investment Committee, a Chief Investment Officer and a team of research analysts. While SIB may be domiciled in Antigua, a small group of SFG employees who maintain offices in Memphis, Tennessee, and Tupelo, Mississippi, purportedly monitor the assets.

27. As of November 28, 2008, SIB reported \$8.5 billion in total assets. SIB's primary product is the CD. SIB aggregates customer deposits, and then re-invests those funds in a "globally diversified portfolio" of assets. SIB claims its investment portfolio is approximately \$8.4 billion. SIB sold more than \$1 billion in CDs per year between 2005 and 2007, including sales to U.S. investors. The bank's deposits increased from \$3.8 billion in 2005, to \$5 billion in 2006, and \$6.7 billion in 2007. SIB had approximately \$3.8 billion in CD sales to 35,000 customers in 2005. By the end of 2007, SIB sold \$6.7 billion of CDs to 50,000 customers.

28. For almost fifteen years, SIB represented that it has experienced consistently high returns on its investment of deposits (ranging from 11.5% in 2005 to 16.5% in 1993);



29. In fact, since 1994, SIB has never failed to hit targeted investment returns in excess of 10%. And, SIB claims that its "diversified portfolio of investments" lost only \$110 million or 1.3% in 2008. During the same time period, the S&P 500 lost 39% and the Dow Jones STOXX Europe 500 Fund lost 41%.

30. As performance reporting consultant hired by SGC testified in the Commission's investigation, SIB's historical returns are improbable, if not impossible. In 1995 and 1996, SIB reported identical returns of 15.71%, a remarkable achievement considering the bank's "diversified investment portfolio." According to defendant Pendergast-Holt -- the chief investment officer of SIB-affiliate SFG -- it is "improbable" that SIB could have managed a "global diversified" portfolio of investments so that it returned identical results in consecutive years. SGC's performance reporting consultant was more emphatic, saying that it is "impossible" to achieve identical results on a diversified investment portfolio in consecutive years. SIB continues to promote its CDs using these improbable, if not impossible, returns.

31. SIB's consistently high returns of investment have enabled the bank to pay a consistently and significantly higher rate on its CD than conventional banks. For example, SIB offered 7.45% as of June 1, 2005, and 7.878% as of March 20, 2006, for a fixed rate CD based on an investment of \$100,000. On November 28, 2008, SIB quoted 5.375% on a 3 year CD, while comparable U.S. Banks' CDs paid under 3.2%. And recently, SIB quoted rates of over 10% on five year CDs.

32. SIB's extraordinary returns have enabled the bank to pay disproportionately large commissions to SGC for the sale of SIB CDs. In 2007, SIB paid to SGC and affiliates \$291.7 million in management fees and commissions from CD sales, up from \$211 million in 2006 and \$161 million in 2005.

33. SIB markets CDs to investors in the United States exclusively through SGC advisers pursuant to a claimed Regulation D offering, filing a Form D with the SEC. Regulation D permits under certain circumstances the sale of unregistered securities (the CDs) to accredited investors in the United States. SGC receives 3% based on the aggregate sales of CDs by SGC advisers. Financial advisers also receive a 1% commission upon the sale of the CDs, and are eligible to receive as much as a 1% trailing commission throughout the term of the CD.

34. SGC promoted this generous commission structure in its effort to recruit established financial advisers to the firm. The commission structure also provided a powerful incentive for SGC financial advisers to aggressively sell CDs to United States investors, and aggressively expanded its number of financial advisers in the United States.

35. SIB purportedly manages the investment portfolio from Memphis and Taipei. SIB's investment portfolio, at least internally, is segregated into 3 tiers: (a) cash and cash equivalents ("Tier 1"), (b) investments with "outside portfolio managers (25+)" that are

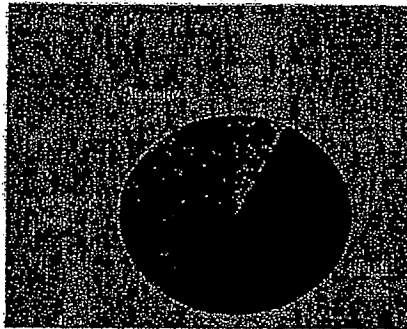
monitored by the Analysts ("Tier 2"), and (c) unknown assets under the apparent control of Stanford and Davis ("Tier 3"). As of December 2008, Tier 1 represented approximately 9% (\$800 million) of the Bank's portfolio. Tier 2, prior to the Bank's decision to liquidate \$250 million of investments in late 2008, represented 10% of the portfolio. And Tier 3 represented 81% of the Bank's investment portfolio. This division into tiers is not generally disclosed to actual or potential investors.

**B. SIB's Fraudulent Sale of CDs**

*1. SIB Misrepresented that Its Investment Portfolio is Invested Primarily in "Liquid" Financial Instruments.*

36. In selling the CD, SIB touted the liquidity of its investment portfolio. For example, in its CD brochure, SIB emphasizes the importance of the liquidity, stating, under the heading "Depositor Security," that the bank focuses on "maintaining the highest degree of liquidity as a protective factor for our depositors" and that the bank's assets are "invested in a well-diversified portfolio of highly marketable securities issued by stable governments, strong multinational companies and major international banks." Likewise, the bank trained SGC advisers that "liquidity/marketability of SIB's invested assets" was the "most important factor to provide security to SIB clients." Davis and Pendergast-Holt were aware, or were reckless in not knowing, of these representations.

37. In its 2007 annual report, which was signed and approved by Stanford and Davis, SIB represented that its portfolio was allocated in the following manner: 58.6% "equity," 18.6% fixed income, 7.2% precious metals and 15.6% alternative investments. These allocations were depicted in a pie chart, which was approved by Davis. The bank's annual reports for 2005 and 2006 make similar representations about the allocation of the bank's portfolio. Davis and Stanford knew or were reckless in not knowing of these representations.



38. SIB's investment portfolio is not, however, invested in a "well-diversified portfolio of highly-marketable securities issued by stable governments, strong multinational companies and major international banks." Instead, Tier 3 (i.e., approximately 90%) consisted primarily of illiquid investments -- namely private equity and real estate. Indeed, it SIB's portfolio included at least 23% private equity. The bank never disclosed in its financial statements its exposure to private equity and real estate investments. Stanford, Davis and Pendergest-Holt were aware, or were reckless in not knowing, that SIB's investments were not allocated as advertised by SIB's investment objectives or as detailed in SIB's financial statements.

39. Further, on December 15, 2008, Pendergest-Holt met with her team of analysts following SIB's decision to liquidate more than 30% of its Tier 2 investments (approximately \$250 million). During the meeting, at least one analyst expressed concern about the amount of liquidations in Tier 2, asking why it was necessary to liquidate Tier 2, rather than Tier 3 assets, to increase SIB's liquidity. Pendergest-Holt told the analyst that Tier 3 was primarily invested in private equity and real estate and Tier 2 was more liquid than Tier 3. Pendergest-Holt also stated that Tier 3 "always had real estate investments in it." Pendergest's statements contradicts



what she had previously stated to SIB's senior investment adviser, knowing, or reckless in not knowing, that the senior investment advisor would provide this misrepresentation to investors.

*2. SIB Misrepresented that its Multi-Billion Dollar Investment Portfolio is Monitored By a Team of Analysts*

40. Prior to making their investment decision, prospective investors routinely asked how SIB safeguarded and monitored its assets. In fact, investors frequently inquired whether Allen Stanford could "run off" with the [investor's] money." In response to this question, at least during 2005 and much of 2007, the bank's senior investment officer – as instructed by Pendergest-Holt – told investors that SIB had sufficient controls and safeguards in place to protect assets.

41. In particular, the SIO was trained by Ms. Pendergest-Holt to tell investors that the bank's multi-billion portfolio was "monitored" by the analyst team in Memphis. In communicating with investors, the SIO followed Pendergest's instructions, misrepresenting that a team of 20-plus analysts monitored the bank's investment portfolio. In so doing, the SIO never disclosed to investors that the analyst only monitor approximately 10% of SIB's money. In fact, Pendergest-Holt trained the SIO "not to divulge too much" about oversight of the Bank's portfolio because that information "wouldn't leave an investor with a lot of confidence." Likewise, Davis instructed him to "steer" potential CD investors away from information about SIB's portfolio. As a result, both Davis and Pendergest-Holt knew, or were reckless in not knowing, of these fraudulent misstatements.

42. Contrary to the representation that responsibility for SIB's multi-billion portfolio was "spread out" among 20-plus people, only Stanford and Davis know the whereabouts of the vast majority of the bank's multi-billion investment portfolio. Pendergest-Holt and her team of analysts claim that they have never been privy to Tier 1 or Tier 3 investments. In fact, the SIO

was repeatedly denied access to the Bank's records relating to Tier 3, even though he was responsible, as the Bank's Senior Investment Officer, for "closing" deals with large investors, "overseeing the Bank's investment portfolio" and "ensuring that the investment side is compliant with the various banking regulatory authorities." In fact, in preparing the Bank's period reports (quarterly newsletters, month reports, mid-year reports and annual reports, Pendergest and the Analyst send to Davis the performance results for Tier 2 investments. And Davis calculates the investment returns for the aggregated portfolio of assets.

3. *SIB Misrepresented that its Investment Portfolio is Overseen by a Regulatory Authority in Antigua that Conducts a Yearly Audit of the Fund's Financial Statements.*

43. SIB told investors that their deposits were safe because the Antiguan regulator responsible for oversight of the Bank's investment portfolio, the Financial Services Regulatory Commission (the "FSRC"), audited its financial statements. But, contrary to the Bank's representations to investors, the FSRC does not verify the assets SIB claims in its financial statements. Instead, SIB's accountant, C.A.S. Hewlett & Co., a small local accounting firm in Antigua is responsible for auditing the multi-billion dollar SIB's investment portfolio. The Commission attempted several times to contact Hewlett by telephone. No one ever answered the phone.

4. *SIB Misrepresented that Its Investment Portfolio is Without "Direct or Indirect" Exposure to Fraud Perpetrated by Bernard Madoff.*

44. In a December 2008 Monthly Report, the bank told investors that their money was safe because SIB "had no direct or indirect exposure to any of [Bernard] Madoff's investments." But, contrary to this statement, at least \$400,000 in Tier 2 was invested in Meridian, a New York-based hedge fund that used Tremont Partners as its asset manager. Tremont invested approximately 6-8% of the SIB assets they indirectly managed with Madoff's investment firm.

45. Pendergast, Davis and Stanford knew about this exposure to loss relating to the Meridian investment. On December 13, 2008, an Analyst informed Pendergast, Davis and Stanford in a weekly report that his "rough estimate is a loss of \$400k . . . based on the indirect exposure" to Madoff.

5. *Market Concerns About SIB's Lack of Transparency*

46. On or about December 12, 2008, Pershing, citing suspicions about the bank's investment returns and its inability to get from the Bank "a reasonable level of transparency" into its investment portfolio informed SGC that it would no longer process wire transfers from SGC to SIB for the purchase of the CD. Since the spring of 2008, Pershing tried unsuccessfully to get an independent report regarding SIB's financial condition. On November 28, 2008, SGC's President, Danny Bogar, informed Pershing that "obtaining the independent report was not a priority." Between 2006 and December 12, 2008, Pershing sent to SIB 1,635 wire transfers, totaling approximately \$517 million, from approximately 1,199 customer accounts.

D. From at least 2004, SCM misrepresented SAS performance results:

47. From 2004 through 2009, SCM induced clients, including non-accredited, retail investors, to invest in excess of \$1 billion in its SAS program by touting its track record of "historical performance." SCM highlighted the purported SAS track record in thousands of client presentation books ("pitch books").

48. For example, the following chart from a 2006 pitch book presented clients with the false impression that SAS accounts, from 2000 through 2005, outperformed the S&P 500 by an average of approximately 13 percentage points:

	2005	2004	2003	2002	2001	2000
SAS Growth	12.09%	16.35%	32.83%	-3.33%	-4.32%	18.04%
S&P 500	4.91%	10.88%	26.68%	-22.10%	-4.88%	-9.11%

SCM used these impressive, but fictitious, performance results to grow the SAS program from less than \$10 million in assets in 2004 to over \$1 billion in 2008.

49. SGC also used the SAS track record to recruit financial advisers away from legitimate advisory firms who had significant books of business. After arriving at Stanford, the newly-hired financial advisers were encouraged and highly incentivized to put their clients' assets in the SIB CD.

50. The SAS performance results used in the pitch books from 2005 through 2009 were fictional and/or inflated. Specifically, SCM misrepresented that SAS performance results, for 1999 through 2004, reflected "historical performance" when, in fact, those results were fictional, or "back-tested", numbers that do not reflect results of actual trading. Instead, SCM, with the benefit of hindsight, picked mutual funds that performed extremely well during years 1999 through 2004, and presented the back-tested performance of those top-performing funds to potential clients as if they were actual returns earned by the SAS program.

51. Similarly, SCM used "actual" model SAS performance results for years 2005 through 2006 that were inflated by as much as 4%.

52. SCM told investors that SAS has positive returns for periods in which actual SAS clients lost substantial amounts. For example, in 2000, actual SAS client returns ranged from negative 7.5% to positive 1.1%. In 2001, actual SAS client returns ranged from negative 10.7%

to negative 2.1%. And, in 2002, actual SAS client returns ranged from negative 26.6% to negative 8.7%. These return figures are all gross of SCM advisory fees ranging from 1.5% to 2.75%. Thus, Stanford's claims of substantial market outperformance were blatantly false (e.g., a claimed return of 18.04% in 2000, when actual SAS investors lost as much as 7.5%).

53. SGC/SCM's management knew that the advertised SAS performance results were misleading and inflated. From the beginning, SCM management knew that the pre-2005 track record was purely hypothetical, bearing no relationship to actual trading. And, as early as November 2006, SCM investment advisers began to question why their actual clients were not receiving the returns advertised in pitch books.

54. In response to these questions, SGC/SCM hired an outside performance reporting expert, to review certain of its SAS performance results. In late 2006 and early 2007, the expert informed SCM that its performance results for the twelve months ended September 30, 2006 were inflated by as much as 3.4 percentage points. Moreover, the expert informed SCM managers that the inflated performance results included unexplained "bad math" that consistently inflated the SAS performance results over actual client performance. Finally, in March 2008, the expert informed SCM managers that the SAS performance results for 2005 were also inflated by as much as 3.25 percentage points.

55. Despite their knowledge of the inflated SAS returns, SGC/SCM management continued using the pre-2005 track record and never asked RJordan to audit the pre-2005 performance. In fact, in 2008 pitch books, SCM presented the back-tested pre-2005 performance data under the heading "Historical Performance" and "Manager Performance" along side the audited 2005 through 2008 figures. According to SCM's outside consultant, it was "[grossly misleading]" to present audited performance figures along side back-tested figures.

56. Finally, SGC/SCM compounded the deceptive nature of the SAS track record by blending the back-tested performance with audited composite performance to create annualized 5 and 7 year performance figures that bore no relation to actual SAS client performance. A sample of this misleading disclosure used in 2008 and 2009 follows:

Calendar Year Return As of March 2009										
	7/10	2007	2008	2009	2003	2002	2001	2000	1999	1998
SAS Growth	7.24%	12.0%	11.6%	1.8%	16.1%	32.4%	1.3%	4.3%	10.9%	22.5%
S&P 500	9.41%	14.7%	6.3%	4.1%	11.0%	20.0%	22.1%	11.0%	5.1%	21.0%

Annualized Returns from January 1, 1998 to March 2009						
	1Yr	1Yr	5Yr	5Yr	7Yr	5Yr Backed
SAS Growth	7.24%	12.00%	8.80%	16.31%	11.03%	12.80%
S&P 500	4.41%	5.08%	5.85%	11.32%	8.70%	7.45%

57. Other than the fees paid by SIB to SGC for the sale of the CD, SAS was the second most significant source of revenue for the firm. In 2007 and 2008, approximately \$25 million in fees from the marketing of the SAS program.

#### CAUSES OF ACTION

##### FIRST CLAIM AS TO ALL DEFENDANTS

##### Violations of Section 10(b) of the Exchange Act and Rule 10-5

58. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporates herein by reference as if set forth verbatim.

59. Defendants, directly or indirectly, singly or in concert with others, in connection with the purchase and sale of securities, by use of the means and instrumentalities of interstate

commerce and by use of the mails have: (a) employed devices, schemes and artifices to defraud; (b) made untrue statements of material facts and omitted to state material facts necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; and (c) engaged in acts, practices and courses of business which operate as a fraud and deceit upon purchasers, prospective purchasers and other persons.

60. As a part of and in furtherance of their scheme, defendants, directly and indirectly, prepared, disseminated or used contracts, written offering documents, promotional materials, investor and other correspondence, and oral presentations, which contained untrue statements of material facts and misrepresentations of material facts, and which omitted to state material facts necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading.

61. Defendants made the referenced misrepresentations and omissions knowingly or grossly recklessly disregarding the truth.

62. For these reasons, Defendants have violated and, unless enjoined, will continue to violate Section 10(b) of the Exchange Act [15 U.S.C. § 78(b)] and Exchange Act Rule 10b-5 [17 C.F.R. § 240.10b-5].

**SECOND CLAIM**  
**AS TO STANFORD, DAVIS, AND PENDERGEST-HOLT**

**Aiding and Abetting Violations of Exchange Act Section 10(b) and Rule 10b-5**

63. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporates herein by reference as if set forth verbatim.

64. If Stanford, Davis, and Pendergest-Holt did not violate Exchange Act Section 10(b) and Rule 10b-5, in the alternative, Stanford, Davis, and Pendergest-Holt, in the manner set forth above, knowingly or with severe recklessness provided substantial assistance in connection

with the violations of Exchange Act Section 10(b) [15 U.S.C. § 78j(b)] and Rule 10b-3 [17 C.F.R. § 240.10b-3] alleged herein.

65. For these reasons, Stanford, Davis, and Pandergerst-Holt aided and abetted and, unless enjoined, will continue to aid and abet violations of Section 10(b) of the Exchange Act [15 U.S.C. § 78j(b)] and Rule 10b-3 [17 C.F.R. § 240.10b-3].

**THIRD CLAIM**  
**AS TO ALL DEFENDANTS**

**Violations of Section 17(a) of the Securities Act**

66. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporated herein by reference as if set forth verbatim.

67. Defendants, directly or indirectly, singly or in concert with others, in the offer and sale of securities, by use of the means and instruments of transportation and communication in interstate commerce and by use of the mails, have: (a) employed devices, schemes or artifices to defraud; (b) obtained money or property by means of untrue statements of material fact or omissions to state material facts necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; and (c) engaged in transactions, practices or courses of business which operate or would operate as a fraud or deceit.

68. As part of and in furtherance of this scheme, defendants, directly and indirectly, prepared, disseminated or used contracts, written offering documents, promotional materials, investor and other correspondence, and oral presentations, which contained untrue statements of material fact and which omitted to state material facts necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading.

69. Defendants made the referenced misrepresentations and omissions knowingly or grossly recklessly disregarding the truth.



70. For these reasons, Defendants have violated, and unless enjoined, will continue to violate Section 17(a) of the Securities Act [15 U.S.C. § 77q(a)].

**FOURTH CLAIM**  
**AS TO STANFORD, SGC, AND STANFORD CAPITAL**

**Violations of Sections 206(1) and 206(2) of the Advisers Act**

71. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporated herein by reference as if set forth verbatim.

72. Stanford, SGC, and Stanford Capital, directly or indirectly, singly or in concert, knowingly or recklessly, through the use of the mails or any means or instrumentality of interstate commerce, while acting as investment advisers within the meaning of Section 202(11) of the Advisers Act [15 U.S.C. § 80b-2(11)] (a) have employed, are employing, or are about to employ devices, schemes, and artifices to defraud any client or prospective client; or (b) have engaged, are engaging, or are about to engage in acts, practices, or courses of business which operates as a fraud or deceit upon any client or prospective client.

73. For these reasons, Stanford, SGC, and Stanford Capital have violated, and unless enjoined, will continue to violate Sections 206(1) and 206(2) of the Advisers Act [15 U.S.C. §§ 80b-6(1) and 80b-6(2)].

**FIFTH CLAIM**  
**AS TO STANFORD, DAVIS, AND PENDERGEST-HOLT**

**Aiding and Abetting Violations of Sections 206(1) and 206(2) of the Advisers Act**

74. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporated herein by reference as if set forth verbatim.

75. Based on the conduct alleged herein, Stanford, Davis, and Pendergest-Holt, in the manner set forth above, knowingly or with severe recklessness provided substantial assistance in

connection with the violations of Advisers Act Sections 206(1) and 206(2) [15 U.S.C. §§ 80b-6(1) and 80b-6(2)] alleged herein.

76. For these reasons, Stanford, Davis, and Pendergast-Holt aided and abetted and, unless enjoined, will continue to aid and abet violations of Sections 206(1) and 206(2) of the Advisers Act [15 U.S.C. §§ 80b-6(1) and 80b-6(2)].

SIXTH CLAIM  
AS TO SIB AND SGC

Violations of Section 7(d) of the Investment Company Act

77. Plaintiff Commission repeats and realleges paragraphs 1 through 57 of this Complaint and incorporates herein by reference as if set forth verbatim.

78. SIB, an investment company not organized or otherwise created under the laws of the United States or of a State, directly or indirectly, singly or in concert with others, made use of the mails or any means or instrumentality of interstate commerce, directly or indirectly, to offer for sale, sell, or deliver after sale, in connection with a public offering, securities of which SIB was the issuer, without obtaining an order from the Commission permitting it to register as an investment company organized or otherwise created under the laws of a foreign country and to make a public offering of its securities by use of the mails and means or instrumentalities of interstate commerce.

79. SGC, directly or indirectly, singly or in concert with others, acted as an underwriter for SIB, an investment company not organized or otherwise created under the laws of the United States or of a State that made use of the mails or any means or instrumentality of interstate commerce, directly or indirectly, to offer for sale, sell, or deliver after sale, in connection with a public offering, securities of which SIB was the issuer, without obtaining an order from the Commission permitting it to register as an investment company organized or

otherwise created under the laws of a foreign country and to make a public offering of its securities by use of the mails and means or instrumentalities of interstate commerce.

80. For these reasons, SIB and SGC have violated, and unless enjoined, will continue to violate Section 7(d) of the Investment Company Act [15 U.S.C. § 80a-7(d)].

#### RELIEF REQUESTED

Plaintiff Commission respectfully requests that this Court:

#### I.

Temporarily, preliminarily, and permanently enjoin: (a) Defendants from violating, or aiding and abetting violations of, Section 10(b) and Rule 10b-5 of the Exchange Act; (b) Defendants from violating Section 17(a) of the Securities Act; (c) Stanford, Davis, Pendergast-Holt, SGC, and Stanford Capital from violating, or aiding and abetting violations of, Sections 206(1) and 206(2) of the Advisers Act; and (d) SIB and SGC from violating Section 7(d) of the Investment Company Act.

#### II.

Enter an Order immediately freezing the assets of Defendants and directing that all financial or depository institutions comply with the Court's Order. Furthermore, order that Defendants immediately repatriate any funds held at any bank or other financial institution not subject to the jurisdiction of the Court, and that they direct the deposit of such funds in identified accounts in the United States, pending conclusion of this matter.

#### III.

Order that Defendants shall file with the Court and serve upon Plaintiff Commission and the Court, within 10 days of the issuance of this order or three days prior to a hearing on the Commission's motion for a preliminary injunction, whichever comes first, an accounting, under

oath, detailing all of their assets and all funds or other assets received from investors and from one another.

#### IV.

Order that Defendants be restrained and enjoined from destroying, removing, mutilating, altering, concealing, or disposing of, in any manner, any of their books and records or documents relating to the matters set forth in the Complaint, or the books and records and such documents of any entities under their control, until further order of the Court.

#### V.

Order the appointment of a temporary receiver for Defendants, for the benefit of investors, to marshal, conserve, protect, and hold funds and assets obtained by the defendants and their agents, co-conspirators, and others involved in this scheme, wherever such assets may be found, or, with the approval of the Court, dispose of any wasting asset in accordance with the application and proposed order provided herewith.

#### VI.

Order that the parties may commence discovery immediately, and that notice periods be shortened to permit the parties to require production of documents, and the taking of depositions on 72 hours' notice.

#### VII.

Order Defendants to disgorge an amount equal to the funds and benefits they obtained illegally as a result of the violations alleged herein, plus prejudgment interest on that amount.

#### VIII.

Order civil penalties against Defendants pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77(d)], Section 21(d) of the Exchange Act [15 U.S.C. § 78u(d)], Section 41(e) of

the Investment Company Act [15 U.S.C. § 80a-41(e)], and Section 209(e) of the Advisers Act [15 U.S.C. § 80b-9(e)] for their securities law violations.

IX.

Order that Stanford, Davis, and Pendergast-Holt immediately surrender their passports to the Clerk of this Court, to hold until further order of this Court.

X.

Order such further relief as this Court may deem just and proper.

For the Commission, by its attorneys:

February 16, 2009

Respectfully submitted,



STEPHEN J. KOROTASH

Oklahoma Bar No. 5102

J. KEVIN EDMONDSON

Texas Bar No. 24044020

DAVID B. REECE

Texas Bar No. 24002810

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IN THE UNITED STATES DISTRICT COURT  
FOR THE NORTHERN DISTRICT OF TEXAS  
DALLAS DIVISION

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

Case No.:

STANFORD INTERNATIONAL BANK, LTD.,  
STANFORD GROUP COMPANY,  
STANFORD CAPITAL MANAGEMENT, LLC,  
R. ALLEN STANFORD, JAMES M. DAVIS, and  
LAURA PENDERGEST-HOLT

Defendants.

ORDER APPOINTING RECEIVER

This matter came before me, the undersigned United States District Judge, on the motion of Plaintiff Securities and Exchange Commission ("Commission") for the appointment of a Receiver for Defendants Stanford International Bank, Ltd., Stanford Group Company, Stanford Capital Management, LLC, Robert Allen Stanford, James M. Davis, and Laura Pendergest-Holt ("Defendants"). It appears that this Order Appointing Receiver is both necessary and appropriate in order to prevent waste and dissipation of the assets of Defendants to the detriment of the investors.

IT IS THEREFORE ORDERED that:

1. This Court assumes exclusive jurisdiction and takes possession of the assets, monies, securities, properties, real and personal, tangible and intangible, of whatever kind and description, wherever located, and the legally recognized privileges (with regard to the entities), of the Defendants and all entities they own or control ("Receivership Assets"), and the books and records, client lists, account statements, financial and accounting documents, computers,

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computer hard drives, computer disks, internet exchange servers telephones, personal digital devices and other informational resources of or in possession of the Defendants, or issued by Defendants and in possession of any agent or employee of the Defendants ("Receivership Records").

2. Ralph S. Janvey of Dallas, Texas, is hereby appointed Receiver for the Receivership Assets and Receivership Records (collectively, "Receivership Estate"), with the full power of an equity receiver under common law as well as such powers as are enumerated herein as of the date of this Order. The Receiver shall not be required to post a bond unless directed by the Court but is hereby ordered to well and faithfully perform the duties of his office: to timely account for all monies, securities, and other properties which may come into his hands; and to abide by and perform all duties set forth in this Order. Except for an act of willful malfeasance or gross negligence, the Receiver shall not be liable for any loss or damage incurred by the Receivership Estate, or any of Defendants, the Defendants' clients or associates, or their subsidiaries or affiliates, their officers, directors, agents, and employees, or by any of Defendants' creditors or equity holders because of any act performed or not performed by him or his agents or assigns in connection with the discharge of his duties and responsibilities hereunder.

3. The duties of the Receiver shall be specifically limited to matters relating to the Receivership Estate and unsettled claims thereof remaining in the possession of the Receiver as of the date of this Order. Nothing in this Order shall be construed to require further investigation of Receivership Estate assets heretofore liquidated and/or distributed or claims of the Receivership Estate settled prior to issuance of this Order. However, this paragraph shall not be

construed to limit the powers of the Receiver in any regard with respect to transactions that may have occurred prior to the date of this Order.

4. Until the expiration date of this Order or further Order of this Court, Receiver is authorized to immediately take and have complete and exclusive control, possession, and custody of the Receivership Estate and to any assets traceable to assets owned by the Receivership Estate.

5. As of the date of entry of this Order, the Receiver is specifically directed and authorized to perform the following duties:

(a) Maintain full control of the Receivership Estate with the power to retain or remove, as the Receiver deems necessary or advisable, any officer, director, independent contractor, employee, or agent of the Receivership Estate;

(b) Collect, marshal, and take custody, control, and possession of all the funds, accounts, mail, and other assets of, or in the possession or under the control of, the Receivership Estate, or assets traceable to assets owned or controlled by the Receivership Estate, wherever situated, the income and profit therefrom and all sums of money now or hereafter due or owing to the Receivership Estate with full power to collect, receive, and take possession of, without limitation, all goods, chattel, rights, credits, monies, effects, lands, leases, books and records, work papers, records of account, including computer maintained information, contracts, financial records, monies on hand in banks and other financial institutions, and other papers and documents of other individuals, partnerships, or corporations whose interests are now held by or under the direction, possession, custody, or control of the Receivership Estate;



(c) Institute such actions or proceedings to impose a constructive trust, obtain possession, and/or recover judgment with respect to persons or entities who received assets or records traceable to the Receivership Estate. All such actions shall be filed in this Court;

(d) Obtain, by presentation of this Order, documents, books, records, accounts, deposits, testimony, or other information within the custody or control of any person or entity sufficient to identify accounts, properties, liabilities, causes of action, or employees of the Receivership Estate. The attendance of a person or entity for examination and/or production of documents may be compelled in a manner provided in Rule 45, Fed. R. Civ. P., or as provided under the laws of any foreign country where such documents, books, records, accounts, deposits, or testimony may be located;

(e) Without breaching the peace and, if necessary, with the assistance of local peace officers or United States marshals to enter and secure any premises, wherever located, or situated, in order to take possession, custody, or control of, or to identify the location or existence of, Receivership Estate assets or records;

(f) Make such ordinary and necessary payments, distributions, and disbursements as the Receiver deems advisable or proper for the marshaling, maintenance, or preservation of the Receivership Estate. Receiver is further authorized to contract and negotiate with any claimants against the Receivership Estate (including, without limitation, creditors) for the purpose of compromising or settling any claim. To this purpose, in those instances in which Receivership Estate assets serve as collateral to secured creditors, the Receiver has the authority to surrender such assets to secured creditors, conditional upon the waiver of any deficiency of collateral;

(g) Perform all acts necessary to conserve, hold, manage, and preserve the value of the Receivership Estate, in order to prevent any irreparable loss, damage, and injury to the Estate;

(h) Enter into such agreements in connection with the administration of the Receivership Estate, including, but not limited to, the employment of such managers, agents, custodians, consultants, investigators, attorneys, and accountants as Receiver judges necessary to perform the duties set forth in this Order and to compensate them from the Receivership Assets;

(i) Institute, prosecute, compromise, adjust, intervene in, or become party to such actions or proceedings in state, federal, or foreign courts that the Receiver deems necessary and advisable to preserve the value of the Receivership Estate, or that the Receiver deems necessary and advisable to carry out the Receiver's mandate under this Order and likewise to defend, compromise, or adjust or otherwise dispose of any or all actions or proceedings instituted against the Receivership Estate that the Receiver deems necessary and advisable to carry out the Receiver's mandate under this Order;

(j) Preserve the Receivership Estate and minimize expenses in furtherance of maximum and timely disbursement thereof to claimants;

(k) Promptly provide the United States Securities and Exchange Commission and other governmental agencies with all information and documentation they may seek in connection with its regulatory or investigatory activities;

(l) Prepare and submit periodic reports to this Court and to the parties as directed by this Court; and

(m) File with this Court requests for approval of reasonable fees to be paid to the Receiver and any person or entity retained by him and interim and final accountings for any reasonable expenses incurred and paid pursuant to order of this Court.

6. Upon the request of the Receiver, the United States Marshal's Office is hereby ordered to assist the Receiver in carrying out his duties to take possession, custody, or control of, or identify the location of, any Receivership Estate assets or records.

7. Creditors and all other persons are hereby restrained and enjoined from the following actions, except in this Court, unless this Court, consistent with general equitable principals and in accordance with its ancillary equitable jurisdiction in this matter, orders that such actions may be conducted in another forum or jurisdiction:

(a) The commencement or continuation, including the issuance or employment of process, of any judicial, administrative, or other proceeding against the Receiver, any of the defendants, the Receivership Estate, or any agent, officer, or employee related to the Receivership Estate, arising from the subject matter of this civil action; or

(b) The enforcement, against the Receiver, or any of the defendants, of any judgment that would attach to or encumber the Receivership Estate that was obtained before the commencement of this proceeding.

8. Creditors and all other persons are hereby restrained and enjoined, without prior approval of the Court, from:

(a) Any act to obtain possession of the Receivership Estate assets;

(b) Any act to create, perfect, or enforce any lien against the property of the Receiver, or the Receivership Estate;

(c) Any act to collect, assess, or recover a claim against the Receiver or that would attach to or encumber the Receivership Estate; or

(d) The set off of any debt owed by the Receivership Estate or secured by the Receivership Estate assets based on any claim against the Receiver or the Receivership Estate.

9. Defendants, their respective officers, agents, and employees and all persons in active concert or participation with them who receive notice of this Order by personal service or otherwise, including, but not limited to, any financial institution, broker-dealer, investment adviser, private equity fund or investment banking firm, and each of them, are hereby ordered, restrained, and enjoined from, directly or indirectly, making any payment or expenditure of any Receivership Estate assets that are owned by Defendants or in the actual or constructive possession of any entity directly or indirectly owned or controlled or under common control with the Receivership Estate, or effecting any sale, gift, hypothecation, assignment, transfer, conveyance, encumbrance, disbursement, dissipation, or concealment of such assets. A copy of this Order may be served on any bank, savings and loan, broker-dealer, or any other financial or depository institution to restrain and enjoin any such institution from disbursing any of the Receivership Estate assets. Upon presentment of this Order, all persons, including financial institutions, shall provide account balance information, transaction histories, all account records and any other Receivership Records to the Receiver or his agents, in the same manner as they would be provided were the Receiver the signatory on the account.

10. Defendants, and their respective agents, officers, and employees and all persons in active concert or participation with them are hereby enjoined from doing any act or thing whatsoever to interfere with the Receiver's taking control, possession, or management of the

Receivership Estate or to in any way interfere with the Receiver or to harass or interfere with the duties of the Receiver or to interfere in any manner with the exclusive jurisdiction of this Court over the Receivership Estate, including the filing or prosecuting any actions or proceedings which involve the Receiver or which affect the Receivership Assets or Receivership Records, specifically including any proceeding initiated pursuant to the United States Bankruptcy Code, except with the permission of this Court. Any actions so authorized to determine disputes relating to Receivership Assets and Receivership Records shall be filed in this Court.

11. Defendants, their respective officers, agents, and employees and all persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, including any financial institution, broker-dealer, investment adviser, private equity fund or investment banking firm, and each of them shall:

(a) To the extent they have possession, custody, or control of same, provide immediate access to and control and possession of the Receivership Estate assets and records, including securities, monies, and property of any kind, real and personal, including all keys, passwords, entry codes, and all monies deposited in any bank deposited to the credit of the Defendants, wherever situated, and the original of all books, records, documents, accounts, computer printouts, disks, and the like of Defendants to Receiver or his duly authorized agents;

(b) Cooperate with the Receiver and his duly authorized agents by promptly and honestly responding to all requests for information regarding Receivership Assets and Records and by promptly acknowledging to third parties the Receiver's authority to act on behalf of the Receivership Estate and by providing such authorizations, signatures, releases, attestations, and access as the Receiver or his duly authorized agents may reasonably request;

(c) Provide the Commission with a prompt, full accounting of all Receivership Estate assets and documents outside the territory of the United States which are held either: (1) by them, (2) for their benefit, or (3) under their control;

(d) Transfer to the territory of the United States all Receivership Estate assets and records in foreign countries held either: (1) by them, (2) for their benefit, or (3) under their control; and

(e) Hold and retain all such repatriated Receivership Estate assets and documents and prevent any transfer, disposition, or dissipation whatsoever of any such assets or documents, until such time as they may be transferred into the possession of the Receiver.

12. Any financial institution, broker-dealer, investment adviser, private equity fund or investment banking firm or person that holds, controls, or maintains accounts or assets of or on behalf of any Defendant, or has held, controlled, or maintained any account or asset of or on behalf of any defendant or relief defendant since January 1, 1990, shall:

(a) Hold and retain within its control and prohibit the withdrawal, removal, assignment, transfer, pledge, hypothecation, encumbrance, disbursement, dissipation, conversion, sale, gift, or other disposal of any of the assets, funds, or other property held by or on behalf of any defendant or relief defendant in any account maintained in the name of or for the benefit of any defendant or relief defendant in whole or in part except:

(i) as directed by further order of this Court, or

(ii) as directed in writing by the Receiver or his agents;

(b) Deny access to any safe deposit boxes that are subject to access by any Defendant; and

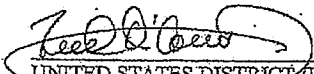
(c) The Commission and Receiver may obtain, by presentation of this Order, documents, books, records, accounts, deposits, or other information within the custody or control of any person or entity sufficient to identify accounts, properties, liabilities, causes of action, or employees of the Receivership Estate. The attendance of a person or entity for examination and/or production of documents may be compelled in a manner provided in Rule 45, Fed. R. Civ. P., or as provided under the laws of any foreign country where such documents, books, records, accounts, deposits, or testimony may be located;

13. The Defendants, their officers, agents, and employees and all persons in active concert or participation with them and other persons who have notice of this Order by personal service or otherwise, are hereby restrained and enjoined from destroying, mutilating, concealing, altering, transferring, or otherwise disposing of, in any manner, directly or indirectly, any contracts, accounting data, correspondence, advertisements, computer tapes, disks or other computerized records, books, written or printed records, handwritten notes, telephone logs, telephone scripts, receipt books, ledgers, personal and business canceled checks and check registers, bank statements, appointment books, copies of federal, state, or local business or personal income or property tax returns, and other documents or records of any kind that relate in any way to the Receivership Estate or are relevant to this action.

14. The Receiver is hereby authorized to make appropriate notification to the United States Postal Service to forward delivery of any mail addressed to the Defendants, or any company or entity under the direction and control of the Defendants, to himself. Further, the Receiver is hereby authorized to open and inspect all such mail to determine the location or identity of assets or the existence and amount of claims.

15. Nothing in this Order shall prohibit any federal or state law enforcement or regulatory authority from commencing or prosecuting an action against the Defendants, their agents, officers, or employees.

So Ordered and signed, this 16<sup>th</sup> day of February 2009.

  
UNITED STATES DISTRICT JUDGE



# C/M/S/ Cameron McKenna

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7 April 2009  
By Post and by Email  
(dklejna@mfglobal.com)

Dear Sirs

**Stanford International Bank Limited ("SIB") (Receivers-Managers appointed)**  
**Stanford Trust Company Limited ("STC") (Receivers- Managers appointed)**  
(SIB and STC are defined as the "Companies")

Thank you for your letter of 3 April 2009, sent to Messrs. Wastell and Hamilton-Smith as the Joint Receivers-Managers of the Companies appointed in Antigua (the "Receivers"), and copied to us.

We note your intention to seek guidance prior to proceeding further in relation to any assets of the Companies, which are under your control. We understand that the receiver appointed in the US (the "US Receiver") has been in touch with a number of financial institutions to request the payment of monies in the name of the Companies and other Stanford entities to accounts under his control, although you have not confirmed that he has made such a request of you.

However, we would reiterate our view (set out in our letter dated 11 March 2009) that the proper course is for the accounts, equities, debt or other assets held by or for the Companies to be frozen pending either clarification and resolution of the outstanding issues, which include the scope of the Receivers' and the US Receiver's powers, and the extra-territorial effect of the Orders under which they were appointed, or an order of the competent court.

(22717002.01)

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Yours faithfully

CMS Cameron McKenna LLP.

CMS Cameron McKenna LLP