

ADAM S. AFFLECK †
WILFORD A. BEESLEY III
JAMES C. BERGSTEDT
JAMES A. BOEVERS
GLENN R. BRONSON †
J. RANDALL CALL ‡[^]
JOHN S. CHINDLUND
ANDREW B. CLAWSON[^]
T. EDWARD CUNDICK[^]
M. DAVID ECKERSLEY
THOMAS J. ERBIN
D. JAY GAMBLE
JON C. HEATON
CHRISTOPHER A. JONES†

WILLIAM G. MARSDEN
JAMES W. McCONKIE III
ROGER J. McCONKIE
SALLY B. McMINNIE ‡
G. TROY PARKINSON ‡
ALLEN SIMS
ERIN M. STONE
JAMES C. SWINDLER[^]
JONATHAN T. TICHY[^]
RICHARD H. THORNTON
RYAN R. WEST[^]
ROBERT G. WING
MICHAEL N. ZUNDEL

F. S. PRINCE (1910-1991)
DAVID S. GELDZAHLER (1932-1994)

ROBERT M. YEATES (RETIRED)

† ALSO ADMITTED IN CALIFORNIA
‡ ALSO ADMITTED IN IDAHO
[^] ALSO ADMITTED IN NEVADA
* ALSO ADMITTED IN TEXAS

September 19, 2008

Re: Vescor Receivership

Dear Vescor Investor:

This letter is to advise you of recent developments in the Vescor receivership. The Receiver and his accountants and attorneys have been busy investigating assets and preserving and expanding the receivership estate.

In August, two motions were filed with the Court seeking to proceed against specific property which the Receiver believes is property of the receivership estate. (1) Jerry Smith and the Covenant Group (jointly "Covenant") filed a motion asking the court to allow it to foreclose on properties in Nevada. These properties constitute a significant portion of the receivership estate. The Receiver filed an objection to this motion for a variety of reasons, most notably that Covenant was attempting to improve its position at the expense of the other investors. (2) The purchaser of Siena Office Park, Triple Net, filed a motion seeking payments from an escrow account of over two (2) million dollars. The Receiver seeks to keep the stay in place to allow ample opportunity to explore the claim and determine whether this account belongs to the receivership. These motions will be heard by Judge Benson on October 3, 2008.

Another investor group, the Cannons, filed a motion seeking to proceed with litigation against Bill Hammons ("Hammons") and his entities. The Receiver opposes other investors suing Hammons as the Receiver has claims against Hammons. The Receiver filed a complaint against Hammons seeking the return of fraudulent transfers and the Cannons withdrew their motion.

All of the pleadings in the case, and the Receiver's response to the motions addressed above, can be accessed on the website. To locate these documents on the website go to www.vescorreceivership.com. From the website, click on the blue tab on the left of the screen that says "Receivership Court Documents". This will take you to all of the papers that have been filed in the main receivership case. Another tab on the left of the screen titled "Related Litigation" will take you to the other lawsuits; those filed by the Receiver and those filed by Vescor or against Vescor prior to the Receiver's appointment.

Other developments in the case include the following:

The forensic accountants, PricewaterhouseCoopers, located a bank account on which Marilyn Southwick was a signatory. The bank account has a balance of approximately

\$165,000.00. The Receiver is seeking turnover of this account to the receivership estate.

The Receiver filed a motion asking the court to approve his settlement with the Church of Jesus Christ of Latter Day Saints pertaining to the return of donations the receivership entities made to the church. The receivership entities donated \$202,761.74 and this amount will become part of the receivership estate.

The Receiver has also filed lawsuits against the following parties:

William J. Hammons: As mentioned above, the Receiver filed a lawsuit against Mr. Hammons and his related companies seeking the return of money he received from Vescor. A copy of the Complaint filed is accessible by going to the website and clicking on the tab on the left side of the screen identified as "Related Litigation".

Marilyn Southwick and John Southwick: In this case, the Receiver seeks the return of money and or assets that Val's wife, Marilyn, son, John and the Trusts received from Vescor.

Christopher Layton, Douglas Malan, William W. Plise, Casey Craig and Their Related Entities: The Receiver seeks the return of fraudulent conveyances Vescor made to these parties, and to hold Layton liable for breach of fiduciary duties. The Receiver also seeks a declaration that certain business entities are part of the Receivership.

The last letter I sent to you explained that the Receiver was planning to form a council and invited investor participation. Thanks to everyone that took the time to respond. There were many qualified applicants. The Council members have been selected and the Council held its first telephonic phone conference last week. We believe that the Council will represent the other investors well and will give the Receiver insight on a variety of issues.

If you are receiving this letter in the mail and you have e-mail service, please consider signing up to receive e-mail letters from us. E-mail communication saves the receivership estate time and money. To sign up for e-mail communication, go to the website or simply e-mail me your name and address (sbm@princeyeates.com). If you are receiving this letter by e-mail, we are attempting to check our e-mail addresses for accuracy. Please send a reply to this message (you don't need to send a message, just hit reply and send.) If an investor you know did not

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receive this letter, please let me know.

Very truly yours,

PRINCE YEATES & GELDZAHLER



Sally B. McMinimee

SBM/mth