

Receiver Appointed for LifeTime Capital

H. Thomas Moran II, of Oklahoma City, has been appointed Receiver of LifeTime Capital, Inc., an Ohio-based company, in order to prevent waste and dissipation of the assets of LifeTime to the detriment of investors. Mr. Moran was appointed at the request of a disgruntled investor in a case filed in the United States District Court for the Southern District of Ohio, Western Division. The case has been assigned to Chief United States District Judge Walter Rice and United States Magistrate Sharon L. Ovington.

LifeTime Capital, Inc. was a corporation created to distribute beneficial interests in life settlement contracts nationally through a network of independent representatives. At the time of the appointment of the Receiver, LifeTime purportedly had a portfolio of life insurance policies with a face value of approximately \$150 million. These policies were purchased with funds received from over 3000 individual investors. These policies insured the lives of individuals who were supposedly terminally ill or advanced in age, with relatively short life expectancies as of the date of the investment.

Mr. Moran was appointed because of his considerable experience in the life and viatical industry and in the takeover and management of distressed/problem viatical companies. In February 2002, Mr. Moran was appointed conservator of the viatical portfolio of Accelerated Benefits Corporation (ABC). Mr. Moran has also worked extensively as a court-appointed consultant with the conservator of Future First Financial Group, a Florida company, which was placed in conservatorship in August of 2002.

At the time Mr. Moran was appointed Receiver of LifeTime, there were a number of policies in danger of lapsing. With the court's approval, Mr. Moran arranged interim financing to pay the premiums on these policies, many of which were past due.

When LifeTime sold beneficial interests in the policies, funds were reserved to pay future premiums. However, the policies did not mature in the time period declared by LifeTime and the premium reserves were depleted. As a result, the premium expense was being billed to the investors. The arrangement of financing by the Receiver allows billing of premium expense to the investors to be temporarily suspended.

Recently a number of former officers and directors of LifeTime and affiliated companies were indicted in the United States District Court for the Northern District of Florida, Pensacola Division. These charges are pending. The charges allege that large sums of money were removed from LifeTime's accounts over a period of several years.

Having dealt with several thousand investors over the past couple of years, the Receiver fully understands the concerns of the investors and is diligently working on their behalf to protect their interests. Mr. Moran will be sending letters to all investors, as quickly as possible, notifying them of the receivership and informing them of how to obtain updated information concerning the receivership. In an effort to keep the investors informed, the Receiver has established a toll-free phone number for LifeTime investors to call for a pre-recorded message, which will be updated as new developments occur. In addition, a website is being created that will post all new information for the investors.

Investors can periodically check the website, which is currently under construction, at www.lifetimereceiver.com, or call 877-847-8525 (beginning March 2nd) to hear the pre-recorded message.