

Frequently Asked Questions:

THE JORDAN POLICIES

The following was developed as a result of the questions asked of the Court, the Receiver and/or the Examiner during the hearing.

WHERE IS THE SIX MILLION DOLLARS THAT WAS RECEIVED ON THE TWO MATURED POLICIES?

The maturity funds received from the two \$3,000,000 policies will be addressed at a hearing scheduled for January 24, 2004. The Receiver has filed a motion to clarify the status of these policies, as to whether they are Receivership assets or whether they are subject to distribution. In short, this means the Judge will have to decide whether the \$6,000,000 is part of the Receivership or not.

WHY WAS THE MONEY SENT TO THE RECEIVER AND NOT TO THE INVESTORS?

The beneficiaries of record on the life insurance policies were trusts that LifeTime set up. The investors themselves were not the beneficiaries of the life insurance policies. If the Receiver had not been appointed, the funds still would not have been paid directly to the investors by the insurance company, but to the trustee of the trusts at US Bank, who would have held the funds until directed by LifeTime to distribute them to the investors. As with any funds in the Receiver's possession, they will only be distributed under direction from the Court.