



June 25, 2007

RE: Receiver Appointed for Lydia Capital, LLC and Fund

Securities and Exchange Commission v. Lydia Capital, LLC, Glenn Manterfield, and
Evan Andersen, Case No. 07-cv-10712-RGS

Dear Investor:

This letter is the first of many communications you will likely receive from me in the coming months, as I was appointed Receiver of Lydia Capital, LLC (“Lydia”) and the Lydia Capital Alternative Investment Fund LP (“Fund”), by Order of the United States District Court, District of Massachusetts, on June 1, 2007. A copy of this Order is included for your review.

The purpose of this letter is to introduce myself, explain the processes being undertaken pursuant to the court’s Order, establish a method of communicating with you as an investor, and to request information regarding your investment.

Pursuant to the court’s Order, my staff and I have begun to review an extensive amount of information regarding Lydia, the Fund and the policies, in an effort to determine the best course of action to be taken to protect and maximize the investments of the Fund, and ultimately your investment in the Fund.

The Boston office of Lydia has been closed. The computer and all documentation in the office have been shipped to my office in Oklahoma City for review. Letters have been sent to the primary entities that provided services to Lydia requesting, among other things, copies of agreements, fee schedules and data in their possession. As this data is received, it will also be catalogued and reviewed.

I have had several meetings and conversations with the legal team at the Securities and Exchange Commission who have been, and I believe will continue to be, very helpful to the Receivership in meeting its goals in a timely and cost effective manner.

Contact has also been made with all of the financial institutions holding funds that were frozen pursuant to the court’s previous Orders. Some funds from the accounts established by Lydia Capital will be used to pay premiums and other Receivership expenses, while the remaining funds will be held in interest bearing accounts until further direction from the court.

At this time, I would request that you confirm the amount of your investment in the Fund and provide copies of all corresponding documentation, as well as any marketing materials you may have received that helped in making your investment decision. Enclosed is a form that will help with this process. Please complete this form as soon as possible and return it, along with copies of the requested documentation, to:

H. Thomas Moran II
Receiver for Lydia Capital, LLC
521 W. Wilshire, Suite 200
Oklahoma City, OK 73116
Email address: receiver@lydiacapital.com

I have established a website and email address in an effort to communicate with you as efficiently and cost effectively as possible. Please check for updates periodically on the website. Should you have questions, please do not hesitate to send an email to the following address:

Email address: receiver@lydiacapital.com
Website: www.lydiacapital.com

Pursuant to the court's Order a formal report will be filed with the court around August 1, 2007. This report will summarize the activities of the Receivership and provide an accounting of the funds, assets and property in the Receiver's possession.

I would like to add that I understand how distressing this situation must be, and I will do my best to keep you informed of all substantive actions being taken; however, there may be times when it may appear that little is happening, when in fact there is a significant amount of time and effort being spent to maximize the recovery on your investment in the Fund.

I appreciate your patience and understanding during this process.

With Best Regards,

H. Thomas Moran II

H. Thomas Moran, II
Receiver for Lydia Capital, LLC