

MICHAEL I. GOLDBERG, RECEIVER
Las Olas Centre II - Suite 1600
350 East Las Olas Boulevard
Fort Lauderdale, Florida 33301
Toll Free (800) 223-2234
Website: www.febginfo.com

September 8, 2011

VIA U.S. MAIL & WEB POSTING

Re: Securities & Exchange Commission v. Estate of Kenneth Wayne McLeod, et al.
United States District Court – Southern District of Florida
Case No.: 10-22078-CIV-Moreno

Notice of Claims Procedure and Claims Bar Date

Dear Potential Investor(s) and/or Creditor(s):

I am writing to you as the court-appointed receiver for F&S Asset Management Group, Inc. and Federal Employees Benefits Group, Inc. (collectively, the "Receivership Entities"). On June 24, 2010, the United States Securities and Exchange Commission initiated a civil action against the Receivership Entities and the Estate of Kenneth Wayne McLeod (the "Receivership Case") in the United States District Court for the Southern District of Florida ("District Court"). On that same date, the District Court appointed me as Receiver over the Receivership Entities and directed me to collect and preserve all of their assets (the "Receivership Property"). Moreover, I have been serving as the Curator for the Estate of Kenneth Wayne McLeod currently pending before the Circuit Court in and for St. Johns County, Florida under File No.: CP-10-375 (the "Probate Case").

On July 25, 2011, I filed a Motion for Order (I) Setting Claims Bar Date; (II) Authorizing Receiver to Treat Investor Claims Filed In Probate Action as Claims "Filed" in the Receivership Proceeding; and (III) Approving A Claims Administration Procedure (the "Claims Motion") with the District Court seeking its approval to establish a claims process in the Receivership Case. A copy of the Claims Motion is enclosed for your reference and can also be found on my website at www.febginfo.com.

Moreover, on August 22, 2011, the District Court in the Receivership Case signed an Order Granting the Claims Motion (the "Claims Order"), a copy of which is also enclosed for your review. Pursuant to the Claims Order, the last date for filing a claim against the Receivership Property in the Receivership Case is **October 31, 2011 (the "Claims Bar Date")**.

The Claims Order, among other things, directs me to prepare and distribute claim forms to all known investors and creditors of the Receivership Entities. **YOU ARE RECEIVING THIS LETTER BECAUSE YOU HAVE BEEN IDENTIFIED AS A POTENTIAL INVESTOR OR CREDITOR THAT MAY HAVE A CLAIM AGAINST THE RECEIVERSHIP PROPERTY.**

September 8, 2011

Page 2

Enclosed you will find the official Proof of Claim form (the "Claim Form") that you must complete and submit if you believe that you have a claim against the Receivership Entities.¹ **PLEASE NOTE, TO RECEIVE FUNDS FROM THE RECEIVERSHIP PROPERTY, ANY INVESTOR, CREDITOR OR OTHER PARTY IN INTEREST ASSERTING A CLAIM AGAINST RECEIVERSHIP PROPERTY MUST FILE A CLAIM PURSUANT TO THE INSTRUCTIONS CONTAINED IN THIS NOTICE ON OR BEFORE THE CLAIMS BAR DATE.**

MOREOVER, CLAIM FORMS MUST BE RECEIVED BY MY OFFICE NO LATER THAN OCTOBER 31, 2011. IF YOU FAIL TO FILE A CLAIM BY THE CLAIMS BAR DATE, YOUR CLAIM WILL BE FOREVER BARRED. FAXED AND ELECTRONIC COPIES WILL NOT BE ACCEPTED.

Your Claim Form should be sent to the following address:

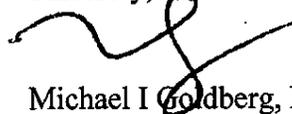
Michael I. Goldberg, Receiver
c/o Federal Employees Benefits Group
350 E. Las Olas Blvd., Suite 1600
Ft. Lauderdale, Florida 33301-2229

Each Claim Form must be complete, signed under penalty of perjury, and must include sufficient evidence to support your claim. Claim Forms that have been modified or redacted in any way may be rejected. To receive an acknowledgement of the filing of your Claim Form, please include a self-addressed prepaid envelope with your Claim Form, and a date stamped copy will be mailed back to you. Alternatively, you may send your Claim Form via certified and/or registered mail, return receipt requested.

Unless otherwise specifically ordered by the District Court, any person who receives this notice by mail, email, or publication, or who receives any other form of actual notice, and who fails to timely file a claim in compliance with the procedures and deadline established by the District Court will be forever barred from participating in the Receivership Property and receiving distributions from the Receiver. Furthermore, such persons will no longer be entitled to receive future communications from the Receiver regarding these proceedings.

Should you have any other questions concerning the claims procedure, you may contact my office by calling (800) 223-2234.

Sincerely,



Michael I Goldberg, Receiver

Enclosures

1) Proof of Claim 2) Claims Motion 3) Claims Order

¹ Additional copies of the Claim Form can be downloaded from my website www.febginfo.com, or by contacting my office at (800) 223-2234 and requesting same.