

**ROBB EVANS**  
**Receiver of TLC Investments et al.**  
11450 Sheldon Street  
Sun Valley, California 91352-1121

March 8, 2001

**Subject: March 6, 2001 United States District Court Hearing**

Dear Investor:

I wanted to briefly update you regarding the United States District Court hearing on March 6th and outline the claims process that will soon commence.

You were mailed copies of the two applications that I filed last month, one that dealt with emergency hardship advances to TLC victims in extreme circumstances and the other, our Quarterly Report, addressed the status of the Receivership and a variety of administrative issues. The Court approved both reports. Enclosed is a separate letter about the hardship advances.

With approval of our Quarterly Report we can now start the claims process. Here is what will happen:

- During the month of April we will mail you a statement of your account that will reflect your Approved Claim (i.e. the amount we believe you are owed). Those statements may detail adjustments by interest payments credited or received or other adjustments we made to your account balance in accordance with our report.
- Forty-five days after the mailing, the approved claim amount will be considered final unless you write to the Receiver and request the Receiver to Reconsider the Approved Claim.
- Your file will be reviewed in light of your request and you will be notified of my action on your request for reconsideration. Thirty days after my response to your request for reconsideration is mailed, your Approved Claim will be considered final unless you request an Appeal of the Receiver's Approved Claim Amount to the United States District Court.
- Appeals will be submitted to Judge Carter and you will have the right to have the facts of your claim reconsidered by him. The Receiver will notify you of the time and date of the hearing where any appeal will be considered.

Another matter that was addressed in my Quarterly Report was the efforts by Richard O. Weed, Esq. to intervene in this case on behalf of certain investors and agents and, among other things, have TLC reorganized under the bankruptcy code. Attorneys from Gibson, Dunn & Crutcher appeared in place of Mr. Weed and participated in the Court proceedings. At my request, all references to bankruptcy reorganization were removed from consideration. My understanding is that Gibson, Dunn & Crutcher will present their application to intervene at a hearing now scheduled for April 2nd and that their application will contain no reference to bankruptcy reorganization.

As in the past, important documents will be posted on our web site, *robbevans.com*, as soon as practical.

Very truly yours,

/S/

Robb Evans  
Receiver

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