

ROBB EVANS
ROBB EVANS & ASSOCIATES
Receiver of J.K. Publications, Inc., et al.

SPECIAL REPORT OF RECEIVER DATED APRIL 29, 1999

Pursuant to my duties as receiver over J.K. Publications, Inc. and MJD Service Corp., and their affiliates and subsidiaries, and as receiver over the assets of Kenneth Taves and Teresa Taves, I have undertaken an investigation as to potential assets of the receivership defendants located offshore, including assets of the receivership defendants located in the Cayman Islands. In the course of this investigation, I have retained counsel in the Cayman Islands to, among other things, take steps to attempt to freeze accounts and other assets of the receivership defendants. As a result of these efforts, communication has been exchanged with counsel for Euro Bank Corporation. Subsequent to this correspondence, counsel for Euro Bank Corporation brought an action in the nature of an interpleader in the Grand Court of the Cayman Islands, by virtue of an Originating Summons, which was issued on April 26, 1999 by counsel for Euro Bank Corporation and served on my Cayman Islands' counsel. A true and correct copy of the Originating Summons is attached to this report as Exhibit 1.

Concurrently with the service of the Originating Summons, counsel for Euro Bank Corporation filed and served an Affidavit of Ivan Burges bearing a file stamp for the Grand Court of the Cayman Islands of April 26, 1999. A true and correct copy of the Affidavit is attached hereto as Exhibit 2. In the Affidavit, Mr. Burges represents that he is the senior assistant manager at Euro Bank Corporation and that he has responsibility for the management and oversight of certain accounts including an account in the name of Ken Taves and Teresa Taves in the sum of \$197,601.60, plus a portfolio of securities worth approximately \$6,000,000, which upon instructions are currently being liquidated.

On April 28, 1999, my office was further advised by counsel in the Cayman Islands that an action in the nature of a motion for summary judgment scheduled for hearing on April 30, 1999 in the Grand Court of the Cayman Islands had been scheduled by counsel for Kenneth and Teresa Taves pursuant to which they were seeking to force Euro Bank to honor their instructions and unfreeze their accounts.

I believe that these events were sufficiently important in light of this Court's Order of Preliminary Injunction so as to warrant the filing of this Special Report.

Respectfully submitted,

/s/

Robb Evans
Receiver