

March 17, 2010

Just a quick update to keep you informed.

The Payback site that Laura started in February that had previously listed the Florida corporation as the governing body, has again been changed. It now shows a MD corporation, but with significant changes. It shows Articles of Incorporation and bylaws filed by the attorney, Rebekah Lusk of Columbia, MD, as the incorporator and as new Resident Agent. This is the third set of these papers posted on that website in the period of one week.

I did discover also that the FL corporation has been dissolved. As these FL corporation references were removed from their website, I took down the MD site I had restored. I was honestly surprised that they changed their stance so quickly. I think you can feel safe having your stallions listed there again if you wish.

I have also spoken with the attorney that Laura retained. She has confirmed that she represents SHN PAYBACK and forwarded the representation agreement to me. As such, her only concern is what is best for the corporation, not for any individual. After a long discussion, she agrees that we need to revert back to the original BOD, adopt bylaws and elect a new BOD of possibly 7 people. I am encouraged, but know that this requires cooperation to make it happen. Please know that I am committed to ensuring that no Payback funds are utilized for any of these legal costs.

I sincerely hope to be updating you with some good news soon regarding this program that we can be proud of and put our trust in once again.

Thank you to all of you for your support!

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