

STANFORD FINANCIAL GROUP RECEIVERSHIP

What Happened and General Receivership Information

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Question: What Is Happening?

Answer: On February 17, 2009, the U.S. District Court for the Northern District of Texas, Dallas Division, entered an order appointing a Receiver to take control of the assets and records of Stanford International Bank, Ltd.; Stanford Group Company; Stanford Capital Management, LLC; Laura Pendergest-Holt; James M. Davis and R. Allen Stanford (the “Defendants”). The Court’s order covers all records and assets of each Defendant, including all entities that they control, wherever located.

The order authorizes the Receiver to “have complete and exclusive control, possession, and custody” of these assets as well as “any assets traceable to assets owned by” the Receivership Estate. The order was issued in connection with a lawsuit by the Securities and Exchange Commission, which alleges that the Defendants have conducted a multi-billion dollar fraudulent investment scheme.

All assets and records of the Defendants are now under the sole ownership of the Court and the Receiver is the sole executive officer of the Stanford entities. Other executives continue to serve at the discretion of the Receiver. Some operations will continue as the Receiver identifies and values assets and claims against those assets.

Question: Who Is In Charge?

Answer: Ralph S. Janvey has been appointed Receiver and has been directed by the Court to control and preserve the applicable assets. All directions will come through him or his agents.

Question: What Will The Receivership Process Be?

Answer: The Receiver is systematically obtaining control over the Receivership Estate assets and records. The Receiver has retained outside experts, including broker-dealer experts, major international law firms, forensic accounting and electronic records experts, and a professional security firm. Other experts are being retained as needed. The Receiver is taking control of assets and records by: 1) placing affected persons on notice of the Court orders, 2) physically securing the headquarters and other major control centers, and 3) electronically controlling asset transfers.

Receiverships generally involve putting people and procedures into place to preserve assets and to analyze the claims against the assets. After completing that, the receiver would file a motion with the court of a recommendation for treatment of the assets and claimants. The proposal would generally be made available to all affected persons, who

would be given an opportunity to object. Any continuing objections would be determined by the court.

Finally, the assets and claimants would be treated as the court would determine after reviewing the receiver's recommendations and any objections to them. Generally, we anticipate that the Stanford receivership will proceed along these lines. Reports will be filed with the Court periodically and major reports will be posted on this website.

Question: How Can I Contact The Receivership Estate?

Answer: The Receivership Estate may only be contacted in writing. Emails may be sent to: info@stanfordfinancialreceivership.com. Inquiries to this email address are being reviewed but the Receiver does not expect to be able to respond to individual inquiries. High priority emails are being forwarded to the appropriate person, and the sender of such emails will be contacted by someone on the Receiver's team. We anticipate that when multiple persons have similar questions, we will address such issues within the FAQ section of this website.

This website will be the main method of communicating with customers and the public. We strongly encourage interested persons to check the website frequently because it is revised as new information is obtained.