

# STANFORD FINANCIAL GROUP RECEIVERSHIP

## NOTICE OF PUBLIC AUCTION OF PRIVATE EQUITY INVESTMENT

### IN DALLAS COUNTY, TEXAS

RALPH S. JANVEY, in his capacity as the Court-appointed receiver for *Stanford International Bank, Ltd. (SIBL) and Stanford Venture Capital Holdings, Inc. (SVCH), et al.*, in Case No. 3:09-CV-0298-N, pending in the United States District Court for the Northern District of Texas, Dallas Division, hereby posts, pursuant to 28 U.S.C. §§ 2001, 2002 and 2004, this notice of his intention to sell to the highest qualified bidder(s) (i) 4,535,890 shares of KineMed, Inc. (KineMed) common stock; (ii) warrants to purchase up to 303,030 shares of KineMed common stock, and (iii) warrants to purchase up to 50,000 shares of KineMed common stock. The Receiver has entered into a stalking horse contract for the sale of this investment that provides for a break-up fee and requires a starting minimum bid of \$103,000.

Any competing offers must be made pursuant to the terms and conditions set forth in the Private Equity Sales Procedures and should be received in good form no later than five business days prior to the date scheduled for the public auction.

The investments will be sold at public auction originally scheduled to be held on Monday, July 9, 2012 and now postponed to Monday, July 23, 2012 at 10:00 a.m. at 2100 Ross Avenue, Suite 2600, Dallas, Texas 75201. Sales will be for cash or cash equivalents. The Private Equity Sales Procedures require bidders to post a deposit in cash or certified funds of no less than five percent of the bidder's proposed purchase price bid. Each sale will be pursuant to the terms and conditions of a purchase and sale agreement to be entered into between the parties.

The Receiver reserves the right to postpone or adjourn the auction, to accept any bid or to reject any and all bids that he deems not to be in the best interests of the Receivership Estate, or to withdraw any of the investments at any time prior to the announcement of the completion of the auction. The Receiver's acceptance of any bid is expressly conditioned on the successful bidder executing a purchase and sale agreement in form and content satisfactory to the Receiver and complying with the Private Equity Sales Procedures.

For additional information, including legal descriptions for the investments, a copy of the Private Equity Sales Procedures, or to make a competing offer on any of the investments, please contact Stanford Financial Group Receivership by mail at 1029 Hwy 6 North, Suite 650-272, Houston, TX 77079, by email at [info@stanfordfinancialreceivership.com](mailto:info@stanfordfinancialreceivership.com) or by phone at (866) 964-6301.