

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF MICHIGAN
SOUTHERN DIVISION

SECURITIES AND EXCHANGE COMMISSION,	:
Plaintiff,	: CIVIL ACTION
v.	: FILE NO. 94 CV 74434
BASIC ENERGY & AFFILIATED RESOURCES, INC., et al.	: Hon. John Corbett O'Meara
Defendants	: Hon. Virginia M. Morgan

NOTICE TO INVESTORS IN BASIC ENERGY ("BEAR") RECEIVERSHIP

You are hereby notified that Lewis G. Mosburg, Jr., Conservator for Basic Energy & Affiliated Resources, Inc., *et al.* ("BEAR"), has filed a motion with the United States District Court for the Eastern District of Michigan (Southern Division) (the "Court") seeking authorization to delete certain Investors from the BEAR Investor List and from participation in distributions from the Estate and authority to make a further, final distribution to Investors of \$1.8 million. The Conservator further seeks authority to close the BEAR Estate, including abandonment of certain property, authority to destroy records and to file tax returns and dissolution papers, and approval of his final accounting, together with exoneration of the Conservator and his Retained Personnel.

The Court has set this motion for an initial hearing on April 28, 2004 at 9:45 A. M., Eastern Standard Time, in the Courtroom of the Honorable Virginia M. Morgan, Room 642, at the Federal Building, 231 West Lafayette Street, Detroit, Michigan, subject to adjournment by the Court.

Investors are encouraged to read the Motion and the Court's related Order, copies of which are available at the office of the Court Clerk, Federal Building, 231 West Lafayette Street, Detroit, Michigan, or at www.stengerlaw.com (click "Receiverships" on the top menu) and to consult with their attorneys. *Each Investor is particularly urged to review the proposed "First Revised Final BEAR Investor List," attached to the Motion, on which the distribution will be based, to insure that his or her interest is properly reflected thereon and that his or her interest has not been inappropriately deleted therefrom.*

For further information, contact Diana Stanford at Stenger & Stenger, the attorneys for the Conservator, (616) 940-1190, or Diana@stengerlaw.com.