

PHILLIP S. STENGER
RECEIVER
CASH FLOW FINANCIAL, LLC
ALAN JAMES WATSON and MICHAEL POTTS

April 14, 2011

Re: *Commodity Futures Trading Commission vs. Watson, Potts and Cash Flow Financial, LLC, et al.* (U.S. District Court, Eastern District Michigan, Southern Division) (Case No. 11-cv-10949)(Honorable Lawrence P. Zatkoff)

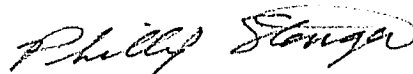
Dear Sir or Madam:

As you are aware, on March 10, 2011, the Commodities Futures Trading Commission ("CFTC") filed a law suit against Cash Flow Financial, LLC ("CFF"), A.J. Watson and Michaels Potts, alleging that the Defendants had defrauded investors in violation of Federal law. On March 11, 2011, the Court entered the Statutory Restraining Order ("SRO") against the Defendants prohibiting them from transferring their assets and appointing me as Temporary Receiver. On March 29 and 30, 2011, Consent Orders were entered which continue the SRO in full force and effect, including those provisions pertaining to the Receiver, until further order of the Court.

Please be advised that I have filed an extension of CFF's 2010 tax return. At such time as I file a 2010 tax return for CFF, you will be provided a K-1 or other appropriate information.

Please note that the receiver is not your legal or tax advisor and if you have any questions as to how this impacts your personal tax situation, you should consult with personal tax advisor or legal consultant. If you have any other questions, you may contact the receiver at (616) 264-3256 or toll free at (877) 512-2483; or you may direct email inquiries to cffreceiver@stengerlaw.com.

Very Truly Yours,



Phillip S. Stenger, Receiver

4095 Embassy Drive S.E.
Grand Rapids Michigan 49546
Telephone: (616) 264-3256 Toll Free: (877) 512-2483 Facsimile: (616) 940-1192
cffreceiver@stengerlaw.com