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July 14, 2014

## Via Email Only

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

Dear Sir or Madam:

On February 24, 2014, the Court entered the *Order Approving Investor Claims Procedure*. Per the terms of the Order, all potential claimants who wished to file a claim in these Receivership proceedings were required to send a completed Statement of Claim form with an original signature, and any necessary supporting documentation to the Receiver by the **Claims Bar Date of May 26, 2014**. According to the Investor Claims Procedure, any claimant who failed to send in a completed Statement of Claim form by the Claims Bar Date is forever barred from participating in the receivership claims process.

For those claimants who timely returned their Statement of Claim form and *agreed* with the amount of their Adjusted Net Investor Claim, referred to as their "ANIC", no further action is required at this time. For those claimants who timely returned their Statement of Claim form and *disagreed* with the amount of their ANIC, the Receiver will review all information submitted by the claimants along with the information in his possession and will make a Final Determination as to each claim. Such Final Determinations will be mailed to the claimant *within 60 days* from the date the Receiver received the disagreed Statement of Claim form. For those investors who still disagree with the Receiver's Final Determination, there is a process for filing an appeal with the court which will be outlined in the Final Determination Notice.

At this time we do not have a timeline for distribution of funds. All claims must be finalized and ongoing recovery efforts must be completed before the Receiver will request approval from the Court to conduct a distribution.

A copy of this letter will be posted on the CFF website and has been e-mailed to all investors for whom the Receiver has an e-mail address. If you would like future updates to be e-mailed to you, please send your e-mail address to [cffreceiver@stengerlaw.com](mailto:cffreceiver@stengerlaw.com).

Very truly yours,

Laura D. Duston, Attorney for Receiver  
Cash Flow Financial, LLC