

**Newsletter of the Official Committee of Investors of Mortgages Ltd.**

November 2, 2008—Newsletter #15

The members of the Official Investors Committee want to let you know the progress and changes that have taken place since our last newsletter concerning the Debtor Mortgages Ltd. (“Debtor”).

**INFORMATIONAL MEETING WITH INVESTORS COMMITTEE**

The Investors Committee will hold two informational meetings for investors—both pass-through and MP Fund investors—on Thursday, November 6, 2008. The first one will be at 3 pm and the second one will be at 5 pm. They will be held in the Lower Level Auditorium at 3003 N. Central Ave., Phoenix, Arizona 85012. Fennemore Craig, PC, the Investors Committee’s counsel, has its offices in this building. Take the elevator or stairs to the Lower Level. The Auditorium seats about 150 and so attendance will be limited to the first 150 for each time slot. Call Terri at (602) 916-5736 to reserve a spot or email her at [TVink@fclaw.com](mailto:TVink@fclaw.com). If you can not attend this time there will be other meetings in the coming months.

As we have stated before, the Investors Committee was selected by the United States Trustee and is a fiduciary for all the investors in the case, except for the Value-to-Loan Fund investors. The Bankruptcy Code sets forth the duties and responsibilities of the Committee. Some of those responsibilities include soliciting and receiving comments from investors and providing information to investors. All of the Committee members will be present for the meeting along with their attorney and financial advisor. We will explain the process we have been going through in analyzing the settlements and issues brought before the Bankruptcy Court. We will also summarize the pending settlements which will be up for hearing in the next month and will provide you with the Committee’s thoughts and comments. We have not asked any one from the Debtor Mortgages Ltd. to be present as they have already had an opportunity to meet and talk with many of you about the settlements. We welcome this opportunity to discuss these settlements with you and to get your response and observations.

While we are working on the terms of a consensual plan of reorganization, we will not be discussing the terms of such a plan. Neither the Debtor Mortgages Ltd. nor any other party should be soliciting any vote on a plan until the Bankruptcy Court approves a meaningful and adequate disclosure statement. We may however talk about the role of the agent and manager, the Debtor Mortgages Ltd.’s service fees, the inherent conflict of interest and the Committee’s thoughts on the future of this relationship.

Hope to see you Thursday, November 6, 2008 at either 3 pm or 5 pm at 3003 N. Central Ave., Lower Level Auditorium, Phoenix, Arizona 85012. Meanwhile, the Committee appreciates your feedback and support. If you have comments or suggestions use the “Contact” link and we will do our best to respond. To view various pleadings and other newsletters, go to [www.fclaw.com/mortgages-ltd-investors](http://www.fclaw.com/mortgages-ltd-investors).