



Illinois Metropolitan Investment Fund

Investing together for
our communities

January 25, 2016

Jerry Ducay
Village Administrator
Village of Frankfort
Chairman

Dear IMET Liquidating Trust Participant:

Christy Powell
Superintendent of Finance
& Personnel
Geneva Park District
Vice Chairman

IMET PARTICIPANT UPDATE JANUARY 25, 2016

The following provides an update regarding the First Farmers Financial litigation and the asset recovery process.

Gary Szott
Director of Finance/Treasurer
Village of Bloomingdale
Treasurer

Update on Doubletree UCF Hotel Sale

The Overall Receiver is continuing to move forward with the remarketing and sale of the Doubletree UCF Hotel in Orlando, Florida. As noted in prior disclosures, the Doubletree UCF is the only hotel of the five hotels recovered which was fully completed and operational. This hotel is also operating at a profit.

John Harrington
Director of Finance/Treasurer
Village of Minooka
Secretary

On January 8, 2016, the Court approved the Overall Receiver's proposed bidding procedures and auction process for the sale of the Doubletree UCF Hotel. The Overall Receiver has accepted an initial bid of \$25 million, which is subject to a competitive sale process. A due diligence database is currently available for review by other qualified purchasers. All potential purchasers must register to participate in the public auction by February 19, 2016. The public auction will take place on February 23, 2016. The Court will hold a hearing to approve the sale on February 29, 2016 at 3:00 p.m.

Scott Anderson
Director of Finance/Treasurer
Village of Buffalo Grove
Trustee

The Overall Receiver is currently engaged in litigation to recover the \$1.5 million earnest money deposit on the original Doubletree UCF Hotel sale that fell through in October 2015 from the original buyer.

Chris Minick
Director of Finance
City of St. Charles
Trustee

Court Hearing January 29, 2016

The Court scheduled a status hearing in this matter on January 29, 2016. On January 15, 2016, Pennant's counsel, Greenberg Traurig LLP filed a Motion for Reconsideration of the Court's denial of the majority of its request for fees from the Receivership. The Court will advise at the status hearing whether it would like the parties, including IMET, to file written responses on the Motion for Reconsideration or if it will rule without further briefing.

Eileen Santschi
Accounting Manager
South Suburban Mayors and
Managers Association
Trustee

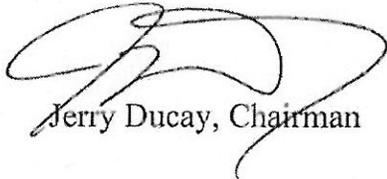
Laura F. Allen
Executive Director

Debra A. Zimmerman
Associate Director

On January 23, 2016, the Overall Receiver filed a motion seeking Court approval of a Cooperation Agreement with Nikesh Patel and Trisha Patel. The Cooperation Agreement is designed to assist the Overall Receiver in collecting and monetizing additional assets for the benefit of the fraud victims, including IMET. The Court will also consider the Cooperation Agreement at the status hearing on January 29, 2016.

Should you have any questions, don't hesitate to call Laura Allen at IMET or IMET's outside counsel, Randall Lending of Vedder Price (312-609-7500).

Sincerely,

A handwritten signature in black ink, appearing to be "Jerry Ducay", written in a cursive style. The signature is positioned above the printed name.

Jerry Ducay, Chairman