

From: Shaw, Frederick (Exchange)
Sent: Wednesday, June 06, 2007 12:21 PM
To: Donnellan, Andrew - Communication of Counsel (Exchange)
Cc: Quental, Greg (Exchange); Cohen, Barry (Exchange)
Subject: RE: Cioffi Investments

Attachments: PM investment matrix.xls; PM Investment Transactions as of 2007-06-01.xls
Andy, See above.

I spoke to AFS and they have confirmed that Ralph's balance as of 3/31 does NOT take into account the 2MM redeemed in April. Ralph's balance as of the end of April would have been approx. \$4MM in HGSCS-EL and \$2MM in BSSRP.

FS

From: Donnellan, Andrew - Communication of Counsel (Exchange)
Sent: Wednesday, June 06, 2007 12:15 PM
To: Shaw, Frederick (Exchange)
Cc: Quental, Greg (Exchange); Cohen, Barry (Exchange)
Subject: RE: Cioffi Investments

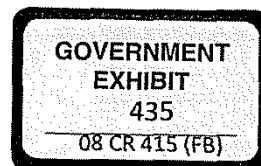
Fred, please give me the detailed reports. Thanks. Andy

From: Quental, Greg (Exchange)
Sent: Wednesday, June 06, 2007 11:55 AM
To: Donnellan, Andrew - Communication of Counsel (Exchange); Cohen, Barry (Exchange)
Cc: Shaw, Frederick (Exchange)
Subject: Cioffi Investments

According to reports fred sent me, Ralph had 6.1mm in enhanced as of 3/31. On 4/1 he moved \$2mm into SRP. It's not clear from the report if he has 6.1 or 4.1 (at 3/31 value) but in discussion with fred we believe it is 4.1mm. Fred, will clarify. The pertinent points however are that he moved the money to SRP (we and investors encourage managers to invest in all the funds they manage) and still has a significant investment in enhanced. He has no remaining investment in HG as he moved all of that into Enhanced in August. You can get the detailed reports from Fred if you would like.

Greg Quental

Bear Stearns Asset Management Inc.



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