



February 21, 2018

PWGC Trust Holders:

Re: Notice of Appointment of Thomas Hebrank as Receiver
Securities and Exchange Commission v. Pacific West Capital Group, Inc.;
Andrew B. Calhoun IV; PWCB Trust, et al., United States District Court,
Central District of California, Case No. 2:15-cv-02563-FMO-FFMx

Dear Investor:

I am writing to you today to inform you of an important development concerning the life settlement investments that you purchased through Pacific West Capital Group, Inc., which are held by the PWCG Trust.

As you may know, the Securities and Exchange Commission (“SEC”) brought an enforcement action involving the life settlement investments in 2015. In January 2018, the SEC reached a settlement of its claim against the PWCG Trust. Part of the settlement involved an agreement to place the trust into receivership, with the receiver appointed by, and accountable to, the United States District Judge handling the action. The SEC recommended to the Court that I be appointed as the receiver of PWCG Trust. The Court accepted the SEC’s recommendation, and on February 16, 2018, the Court appointed me as federal equity receiver for the PWCG Trust.

The most important thing for you to know, in the first instance, is that my job as receiver is to safeguard the assets and administer them for the benefit of the investors. I have other responsibilities in connection with the administration of the PWCG Trust, but the ultimate goal



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of the receivership is to secure and monetize the receivership assets, and then return the money to investors and creditors. This may take some time, and I ask you to be patient while we undertake to manage the PWCG Trust efficiently and economically. For the time being, Mills Potoczak & Company will continue in its role as the Trustee of the PWCG Trust, under my direction and supervision.

In an effort to provide information in an efficient and economic manner, a website has been set-up which will include access to case-related documents and information about the receivership. It can be accessed at www.ethreadvisors.com/cases/pwcg. You may also communicate with my office and me via email at pwcg@ethreadvisors.com or by calling (619) 354-1059. While you may have many questions, it may be difficult for us to respond to telephone calls from all the investors, and if you do call us, we ask that you be patient while we begin our work. Please rest assured that I will be working diligently for all involved.

You may be aware that there are at least four lawsuits that have been filed against the PWCG Trust and the Trustee, and you may be a party to one of those lawsuits. To preserve the assets of the PWCG Trust in the near term, the Court's order appointing me also stays those lawsuits as to the PWCG Trust and the Trustee, although they may continue against other defendants named in those cases.



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Many of you may have received premium calls or bills for administrative fees. One of my first tasks will be to look at how to manage the PWCG Trust in a way that mitigates the need to make demands on investors for additional payments. This may include seeking authority from the District Court to pay premiums from reserve funds on hand such that further payments from investors are unnecessary. Before I take any action, however, I intend to conduct a thorough review and analysis of the portfolio and available reserves. Any proposal will be submitted to the Court for approval, and the SEC will also have an opportunity to comment.

I also understand that some of you have been waiting for a long time for your investments to mature. Ultimately, I am also going to work on a plan that will provide for distributions to investors at appropriate times. Again, we will submit the plan to the Court at the appropriate time.

I encourage you to follow this matter on our website at www.ethreadvisors.com/cases/pwcg. In the meantime, I hope this letter provides you with answers to your questions as to the status of this matter. Going forward, my office and I will attempt to respond to individual inquiries as promptly as possible.

Very truly yours,

A handwritten signature in blue ink that reads "Thomas C Hebrank".

Thomas C. Hebrank
Receiver