

ML MANAGER LLC
14050 N.83rd Ave., Suite 180
Peoria, AZ 85381

October 28, 2009

To: All State Associates of Pinal XVI, L.L.C. Investors

Re: **DEADLINE OF NOVEMBER 7, 2009** – Transfer of fractional interest in Real Estate Owned to the new Loan Limited Liability Companies (“Loan LLCs”)

As you may be aware, as part of the confirmed plan of reorganization, you have the option of exchanging your interest in the All State Associates of Pinal XVI, L.L.C. property for a membership interest in the Loan LLC.

The following documents are attached for your review:

- Special Warranty Deed
- Operating Agreement

Hard copies of the above documents will also be mailed to you today. If you elect to exchange your interest for a membership interest in the Loan LLC, please return the executed documents as soon as possible. **The current deadline for receipt of these documents is November 7, 2009.**

If you have any questions concerning the documents, please contact Erica Jacob at 623-234-9569 or ejacob@mtgltd.com.

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MLManagerLLC@mtgltd.com
14050 N 83rd Ave. Suite 180
Peoria, Arizona 85381

www.mtgltd.com

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