

BURTON W. WIAND, RECEIVER
***SEC v. Arthur Nadel, et al.*, Case No. 8:09-cv-87-T-26TBM**
United States District Court, Middle District of Florida

October 22, 2014

Re: Arthur Nadel Receivership - Claims Process

Dear Claimant:

I have become aware of issues certain claimants are having with using Charles Schwab as a custodian for their Individual Retirement Account (“IRA”) which invested money in the Ponzi scheme perpetrated by Arthur Nadel. My attorneys and I have been in communication with Charles Schwab and have attempted to resolve these issues. Charles Schwab has recommended that claimants transfer to a new custodian. Alternatively, Charles Schwab has asked the Receiver to meet a long list of demands in order for it to continue to service accounts involving claims in this Receivership. While we had hoped to resolve this matter for the Claimants who are affected, unfortunately I am unable to meet these demands. The demands are in some cases impossible for a receiver to comply with and are also generally inappropriate given the function of a receiver. No other custodian has made these demands. As such, I suggest you find a new custodian to service your claim. Because the affected accounts are IRA accounts, please note that there are tax consequences for not properly depositing distributions into the pertinent IRA account. I recommend that you speak with your tax professional or attorney if you have any questions regarding any tax implications.

To effectuate a change of custodians for purposes of receiving any future distribution, please inform us in writing of your new custodian and provide your most recent account statement or opening account documents from your new custodian. The documentation provided must have your name, account number, and the full account name showing that it is an IRA account. To avoid a \$100 processing fee for the reissuance of a distribution check due to a change in custodians, please provide this information before the next distribution. While it is my intention to make another distribution, at this time I do not know when I will seek permission from the Court for such a distribution or how much I will seek to distribute. Should you have any questions regarding this matter, please contact Mary Gura at (813) 347-5100.

Sincerely yours,



Burton W. Wiand