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UNITED STATES DISTRICT COURT  
DISTRICT OF OREGON  
PORTLAND DIVISION

FEDERAL TRADE COMMISSION,

Plaintiff,

vs.

MERCHANT PROCESSING, INC.;  
VEQUITY FINANCIAL GROUP, INC.;  
DIRECT MERCHANT PROCESSING,  
INC.; PPI SERVICES, INC.; AARON LEE  
RIAN; KARLEY MCCARTHY, AKA  
KARLY SPEELMAN,

Defendants.

Case No. CV 07-0533-BR

NOTICE REGARDING:  
(A) NOTIFICATION TO FIRST  
MERCHANT CLAIMS OF TREATMENT  
OF CLAIMS, AND  
(B) CLARIFICATION TO MOTION AND  
SUPPORTING PLEADINGS

TO THE COURT AND ALL INTERESTED PARTIES:

PLEASE TAKE NOTICE THAT (A) the receiver's office has provided notice of the treatment of the First Merchant Claims (as defined in the Motion ("Motion")) for Order to (i) Allow Certain Claims, (ii) Authorize Payment To Certain Terminal Lease Companies, *et al.*, which was filed on June 23, 2011) to all affected First Merchant Claims, and will also provide notice of the Motion to the First Merchant Claims; and (B) the Motion and supporting pleadings indicated that the allowed First Merchant Claims would be allowed and paid in full, in accordance with the chart attached as Exhibit "A" to the Memorandum in Support of the Motion. This notice hereby clarifies that not all of the allowed First Merchant Claims will be allowed and paid in full, and that some of the allowed First Merchant Claims are to be partially allowed and paid to the extent of the allowed amount set forth in Exhibit "A" to the Memorandum.

Dated: June 24, 2011

ALLEN MATKINS LECK GAMBLE  
MALLORY & NATSIS LLP

By: /s/ Yale K. Kim  
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Dated: June 24, 2011

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