

LETTER FROM JAMES PUTMAN TO RECEIVER DATED 11/12/09

Attached is a letter which James Putman sent to the Receiver and to Judge Griesbach. In the letter, Mr. Putman asserts that although he signed the Promissory Note dated January 30, 2009, in the amount of \$722,000, made payable to the Gryphon, Watch Stone and Palisade Funds “as an indication of [his] good faith intention to pay over to the three Funds the amount of monies distributed by Quadrimus to Amalgamated Consolidated Enterprises, Inc.”, he has no legal obligation to pay the amount stated in the Note, that his execution of the Note was “totally gratuitous”, and without consideration, and that the Receiver should not pursue any collection efforts.

The Receiver does, in fact, intend to pursue Mr. Putman for, among other things, the amount he committed to pay in the Note.

U.S. DISTRICT COURT  
EASTERN DISTRICT-WI  
GREEN BAY DIV.

James E. Putman  
311 Cleveland  
Menasha, WI 54952

09 NOV 12 10:20

November 9, 2009

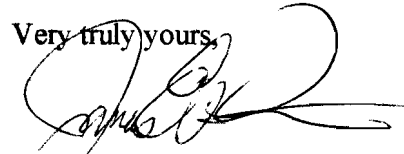
FILED  
JON W. SANFILIPPO  
MAIL-REC'D

Clerk of Courts  
United States District Court  
Eastern District of Wisconsin  
Green Bay Division  
125 South Jefferson Street - Room 102  
P. O. Box 22490  
Green Bay, WI 54305-2490

Re: CIVIL ACTION NO: 09-CV-506

Please find enclosed with this letter a copy of my letter to attorney Jane Appleby, who is representing the Receiver in this case.

Very truly yours,



James E. Putman

U.S. DISTRICT COURT  
EASTERN DISTRICT-WI  
GREEN BAY DIV.

James E. Putman  
311 Cleveland  
Menasha, WI 54952

09 NOV 12 AIO :20

November 9, 2009

FILED  
JON W. SANFILIPPO  
HAI-DEC'D

Ms. Jane Appleby  
Quarles and Brady  
411 East Wisconsin Avenue  
Milwaukee, WI 53202-4497

Re: Claim under Promissory Note - Claim for Past Due Compensation

Dear Ms. Appleby:

**Claim under Promissory Note**

Mr. Stiles has referred to me your letter to him dated October 6, 2009. Since the Receiver has taken over control of the assets of Wealth Management, LLC, Wealth Management, LLC is no longer paying to me compensation; and therefore I am unable to pay any attorney to represent me in these matters. Please be advised that I represent myself with respect to this matter; and all correspondence regarding your claim on the promissory Note should be directed to me.

This letter will serve as my objection to the Receiver's claim under the promissory Note signed by me on January 30, 2009.

First of all, your letter makes mention of an "Agreement" between me and the three investment Funds (Gryphon, Watch Stone and Palisade). There is no such "agreement." If you have a copy of an agreement to which you refer, I request that you immediately send that to me.

Second, there was no transfer of money from any one of three Funds to me as a loan. In fact there have been no transfers of money to me from any of three Funds - not even any distributions with respect to my individual investments.

Third, the Note was signed by me as an indication of my good faith intention to pay over to the three Funds the amount of monies distributed by Quadrimus to Amalgamated Consolidated Enterprises, Inc. If Wealth Management, LLC had been able to conduct its business as in the past, I would have been able to use compensation from Wealth Management, LLC to make the specified payments of interest under the Note. However, there was no legal "consideration" for my Note to the three Funds; and therefor there is no legal obligation of me to pay the amount represented by the Note to the three Funds.

The Receiver is fully aware that the SEC has made a claim in its complaint against me to disgorge the alleged ill-gotten gains which are equivalent to the \$722,000. I have denied that any of those amounts represented ill-gotten gains. However, if the SEC is successful, then the Receiver is obviously making a duplicate claim for the same amount.

The record and facts of this situation has been clearly established; and the Receiver is fully

aware of these facts.

Demand is made upon you and the Receiver to cease the expenditure of any monies of the three Funds to pursue collection of this Note because:

1. The Note was totally gratuitous and for no consideration.
2. The SEC is pursuing a claim for the same amount from me in its case.

The incurring of legal fees by your firm via direction from the Receiver represents a fraudulent dissipation of the assets of the three Funds for your own personal benefits.

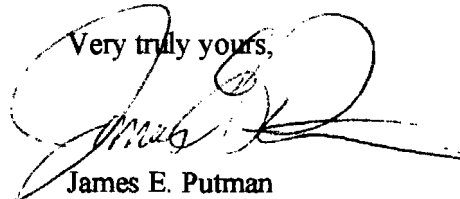
### **Claim for Past Due Compensation**

Under the provisions of the current Operating Agreement of Wealth Management, LLC, Paragraph 10.12 provides that as long as I, or my Permitted Transferees, are members of Wealth Management, LLC, I am entitled to a minimum salary of \$100,000 per year.

This letter will serve as a demand against the Receiver for payment of the minimum salary to me as required by the Operating Agreement. Since this is a claim for compensation under the laws of the State of Wisconsin, the claim represents a priority claim over general creditors, including your law firm.

Since you will presumably dispute this claim, be advised that any legal fees and/or expenses generated by your firm must be charged against Wealth Management, LLC and not against the assets of any of the six investment Funds. Any attempt to do otherwise will result in an objection by me to the Court that your billings for legal fees represent another fraudulent dissipation of assets of the six Funds.

Very truly yours,

A handwritten signature in black ink, appearing to read 'James E. Putman', is written over the typed name. The signature is fluid and cursive, with a large loop at the end.

James E. Putman

Copy to: Steven J. Levine, SEC  
Copy to: Honorable William C. Griesbach