

**PALMER CLAIMANTS GROUP
AUGUST 2005 2ND BULLETIN**

As you may have seen in the press, John Palmer was released on bail from HMP Highdown last week.

I can assure you that this does not and will not affect your claim in any way. The Trustees will continue to hold the power to sell Palmer's assets until his creditors are paid.


As I mentioned in the first August bulletin, the sale of Palmer's timeshare resorts is set to continue. Further, the Trustees have identified additional assets that can be targeted if necessary to meet the debt owed the Group.

Palmer knows that he cannot avoid the sale and that it is in his best interests to cooperate with the Trustees. Palmer's lawyer has made a public statement that with his release Palmer can "make a real effort to repay people genuinely owed money".

Although we do not know the exact terms of Palmer's bail, we do know that he must remain at his partner's house in Essex and is likely to have had his passport confiscated. Palmer will be closely watched by the authorities in the coming months.

We will continue to keep you updated.

Yours sincerely


PETER WYLDE
PARTNER

