

29 May 2007

Dear

**PALMER CLAIMANTS' GROUP
MAY - BULLETIN**

Update

I am pleased to inform you that our Spanish lawyer has now met with Judge Garzon of the Madrid Criminal Court and the Judge is willing to assist the Joint Trustees and in principle agrees to lift the criminal embargoes registered against four of the timeshare resorts. However, before the Judge will do so, he wants to be certain that the Joint Trustees will have control of a sale of the resorts and that they are protected by being registered as the owners of all relevant companies at the Spanish Land Registry. Our firm is assisting the Joint Trustees in this task, which requires an application to the English Court for a declaration that Mr Palmer is the owner of the companies owning the timeshare resorts and the assets held by those companies. The application is listed for mid-June at present. The situation is complex due to the company structure created by Palmer, with over 120 companies. We will keep you informed of developments. Once the embargoes are lifted, the Joint Trustees will then be able to sell the remaining resorts and raise money for the benefit of Mr Palmer's creditors.

Warning about "Justice Reveals International Consultants"

I also wish to bring to your attention that we have recently been made aware that a number of timeshare owners have been approached whilst in Tenerife by representatives who are claiming that you are at risk of losing your timeshare due to the bankruptcy proceedings that the Joint Trustees are pursuing against Mr Palmer on your behalf.

One such company is called "Justice Reveals International Consultants" and is advising timeshare owners to instruct a local lawyer in Tenerife to protect their position and are demanding an initial payment of £2,500 towards legal fees. I wish to advise you that you are not at risk of losing your timeshare interest as a result of the bankruptcy proceedings against Mr Palmer. If you are approached by anybody seeking payment to secure the ownership of your timeshare I would strongly advise you not to enter into any discussions or make any payments as it appears to be a scam.

I will report to you again in our August bulletin.

Yours sincerely



PETER WYLDE