

**GRISEL ALONSO, ESQ.**  
**COURT-APPOINTED RECEIVER FOR**  
**Receiver for Elm Tree Investment Advisors, LLC, Elm Tree Investment Fund LP,**  
**Elm Tree 'e' Conomy Fund LP, and Elm Tree Motion Opportunity LP**

February 18th, 2015

**Re: Securities and Exchange Commission v. Frederic Elm f/k/a Frederic  
Elmaleh, et al.**  
**United States District Court Southern District of Florida**  
**Case No. 15-cv-60082-Dimitrouleas/Snow**

Dear Investor:

On January 15, 2015, the Securities and Exchange Commission ("SEC") filed an emergency action alleging that the Defendants, Frederic Elm, and Elm Tree Investment Advisors, LLC, Elm Tree Investment Fund LP, Elm Tree 'e'Conomy Fund LP, and Elm Tree Motion Opportunity LP ("the Elm Entities") were violating the federal securities laws by, among other things, engaging in a Ponzi scheme. The SEC also sued Amanda Elm f/k/a Amanda Elmaleh as Relief Defendant. On January 16, 2015, Judge Dimitrouleas entered a Temporary Restraining Order ("TRO") that, among other things, froze all the assets of the Defendants and prohibited them from transferring, setting off, receiving, changing, selling, or liquidating any of the assets of the Receivership Entities. On the same day, I was appointed Receiver for the Elm Entities.

By order dated January 28, 2015, the Court granted the SEC's Motion for Preliminary Injunction And Other Relief. That Order prohibits the Defendants from conducting business until the case is concluded and orders that the Defendants' business operations remain under the control of the Receiver.

The Court has charged me with in-possession of all property, assets, and accounts of the Defendants and investigating the manner in which the Defendants conducted their business affairs. The Court has also provided me with the authority to initiate any actions for the benefit of the Elm Entities and their investors. Further, the Court has also charged me with the responsibility to defend, compromise or settle any legal actions and to report to the Court when I have firm conclusions to offer. The objective of the receivership is to locate and preserve all of the assets, with the ultimate goal of distributing them to the investors. To assist me in my duties as Receiver, I have employed Broad and Cassel as my counsel and will be engaging an accounting firm as consultants. All of the professionals employed by me in this case are charging discounted hourly rates.

We are in the process of identifying the assets of the Elm Entities and, if necessary, bringing them under the umbrella of the Receivership. At this very preliminary stage, we are in critical-information gathering mode and we encourage any person with helpful information to contact us at 1-954-252-1560 or by email to [ElmTreeInfo@Moecker.com](mailto:ElmTreeInfo@Moecker.com).

Moreover, I have set up a website located at [www.ElmTreeReceivership.com](http://www.ElmTreeReceivership.com) to provide information about the case. Certain court documents are already posted on the website.

It is far too early to recommend any actions or resolutions to the Court. Typically, in a receivership case, if sufficient assets exist and directed by the Court, the Receiver will establish a claims process to return monies to investors from the assets of the entities over which the receivership is placed.

Finally, I appreciate your cooperation and patience during the early stages of the receivership. My team is working diligently to secure assets and recover as much value as possible. A Receiver acts as an agent of the Court and cannot provide legal representation or advice to you. I encourage you to continue monitoring the Receiver's website. I will be filing periodic reports with the Court summarizing my activities and those reports will be available on this website along with all pertinent information.

Sincerely,

A handwritten signature in blue ink, appearing to read "Grisel Alonso". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

**Grisel Alonso, Esq.**

*Not Individually, But Solely in Her Capacity  
as Receiver*