

09/08/08 5:23pm  
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Deanna

Coleman: Hi. Who's Tom in with?

DeAnne

Anderson: He's actually on a conference call.

Tom

Petters: So, would it be helpful for (UI)

Coleman: With who?

Anderson: Ah, Henry Winters, Winters (UI)

Coleman: Anyone in his office?

Anderson: Just him.

Coleman: Just him?

Anderson: Yeah. I think so.

Coleman: Okay. Alright.

Anderson: (UI)

Coleman: But yeah, I'm gonna grab a bottle a water and then I'll go in there. Thanks. Hey Art.

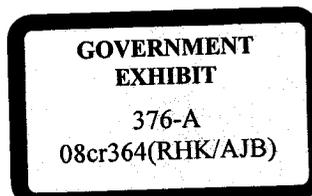
Art: (UI)

Coleman: How are you?

Art: Good. How are you?

Coleman: Good.

Petters: Ah-hum. Yeah. Ah-hum. Yes. Right. Yes. Well here's the deal. Here's, here's what you're gonna do. Here's the deal. They wanna continue buying 'em. That's how the dreams and aspirations. But the world that they're livin' in they're getting redemptions. So in order to get they're, they're, they're willing to (UI). They're gonna take care of (UI). I'm gonna take care of the situation and say to them look. I mean their fund has got, their fund has got, ah, I don't know how, you



know, how much they got is behind right now, maybe ten million I think right now. Maybe another thirty-one million. So anyway. To calm the fears of their funds they would like to have some sort of a, ah, you know. They're not gonna be in the funding business in 90 days, okay? So what, what, what they like to have is some sort of a, ah, if you will, um, something that makes 'em feel warm and fuzzy to show the investors that they can say, you know what, even though (UI) inflated it is fine. (UI) stay in the business. We're not gonna freeze our funds. We're not gonna do this. We're gonna give 'em away so they don't have to freeze our fund (UI). We gonna give 'em away and, and we were, we actually gonna do this a month ago but I actually (UI) after Henry and I started talking and I started thinking about the, ah, the way we did (UI) deal, I said what wouldn't I do the other deal this way, you know, (UI) gonna wanna get out. Great. You wanna stay in? That's great too, but if you guys wanna get out, here's what, here's what we're gonna start with. You start with, um, a backstop (UI) you buy anything that becomes delinquent at a discount maybe or and Henry this is were I didn't have, I don't have the answers until I meet with these guys. (UI) And I, I wanna ask them what's your threshold of, you know, what's your threshold of pain right now and what do you want, what do you want to do. If they say to me tomorrow morning look, I tell you what, we're at ninety cents or ninety-five cents, I'm gonna say, you know that's not a, or maybe then they, they should have a hundred million dollar backstop so you can, you don't have to worry about losing, you know, too many of your investors or running out of your fund. Your funds in good standing and everything else and your, you know, they, ah, finish their two thousand and seven audit and they did this and they did that, but it at, at, at any rate. I mean, having said all that, where I'm looking at is ah, being able to say to them if needed, I'll tell you what we'll do. Instead of us, um, I'll get Fortress to come in and put a backstop in place with the understanding and (UI) you know X Y Z payments don't come in ninety days which is really risky for Fortress. X Y Z payments don't come in sixty days, let's say sixty days, ah, up to and up to a hundred million dollars. Yeah so we'll, we'll put it in, we'll put it in whatever we gotta buy. And we'll sort (UI) like a factor with a letter of credit or whatever we gonna do. And then, and then you can be the (UI). So here's why we want you there in the

beginning. Because let me tell you what. When things don't start to look exactly the way you'd thought they'd look and or we don't think the way they really look. We're gonna basically come in and say, you know what. We're not, we're gonna pull back our hundred million dollar guarantee but I'll tell you what. We'll buy your fund out and we will buy it out at eighty cents, seventy-five cents. Whatever it might be. Yeah and course they're gonna get some payments in between and they're gonna get some other things. I don't know where it's gonna get, but I'll tell you what. I do know this. It ain't gonna get any better through now and the, the fourth quarter. Um, you know it's not, it's just not. I mean, it's, it's gonna get worse. Correct, cause in overseas group in Lancelot (UI) consolidate to buy these guys out. And then I, and I have equity, see I have equity around six hundred million dollars in these and I, I, I don't wanna lose that obviously. Yeah, I'll wor, I'll work that behind the scenes. Basically, basically the same thing we're doing before except here's the deal. I, at some point in time, um, for the, you know, the expense of the money and everything else I, I would like to ah, have Henry cough up some money with you guys or some other deal. Let's get through this you making a hundred million by doing this.

Jason: I like it.

Petters: Henry's a smart cookie. But listen. At the end of the day we can't buy back, it's very, very, very clear we can't buy our own collateral back. Um, at any discount until something goes, until everybody (UI). Ah, so. Yeah. Yeah and Jason. Except if you're gonna do it for one thing, we're gonna do it for we'll, we'll negotiate, I'll negotiate it to, we'll, we'll negotiate a deal, we get down on that, on the larger one so we all make money, but you guys have capital at risk and you want some capital at risk. But, or you don't want to put capital at risk? We can, we can talk about that. One of things that, that I'm talking about the end game on Palm Beach. On that deal, um, you know I wanna buy the collateral back for less money and you wanna buy it back for less money. If I can flip it to somebody you know, um, and you guys can, you maybe you need to (UI) or somebody else put money in to, to ah, to move that (UI) I might, this, it's a big chunk of money so I might have to move it for thirty or sixty days. It

might, we might have to do it two hundred and two hundred and two hundred or whatever we might do to buy it out. No I hear you. No we get the Acorn deal and then I agree. I agree. So I'm gonna work on getting that done as fast as I can. Who? Who (UI) who? He did not. That's (UI). Who wants to know? He did not. We can get you plenty of, we can get you plenty of books there. Yeah, I remember we were talking about the, the properties in the Bahamas with your guy and (UI). We do a quarterly magazine cause we got a publishing company that we lose money on.

Coleman: (UI)

Petters: Right. Unless you guys participated in, in, in, in Henry and Jason. I don't know if you are involved in the Fingerhut deal. Were you? Did, did you ever know any of the guys that were at Barclays? 'Kay. At some time over a beer I want to talk to you about that. Okay? You know it's definitely worth a beer. It's definitely worth a beer Henry will tell yeah. Oh, Goldman got ten percent of warrants. Huh? You got it. Good, now Henry I'll tell you what, if possible, I know you, I know everybody wanted to meet in New York. Um, I'm just givin' you crap, but can you come to Minneapolis tomorrow? Oh really. Pimping me trying to get (UI) people in private (UI). (UI) listen to me. We have the number one airline that flies outta here. Our airline. I said I'll get you outta here. We can, I'll get you one of the jets to take you. I may even go to New York for Wednesday. So I said I'll get. So here's what, here's, I need to know, I need to know schedule wise tomorrow. I'll tell you who, you know who's comin' to see me? The people that sued Marlon. Yeah. Not a (UI). You don't want to be a Gottex (UI). No, no, no, no, no. I got a (UI) there comin' new and (UI) fishing next week so I'm not gonna be, somebody else will (UI). No I want you to meet, listen there's opportunities here, here, here, here I told you. Ah, Ritchie's gonna be here. Deikel is here. We're working on the Value Vision deal. I'm working on the deal with (UI). I'm working on (UI) that's, so I said, you know what if we (UI) the guy that has that portfolio, shake his hand and make him feel good and you could, ah, meet the guys from Palm Beach. They're gonna be here tomorrow. So it would just be sort of, you know. No it would be very good for you to come in and say, hey, you know we're working on your deal, we're gonna be working on your

deal and everybody. For what time? Wednesday? Yeah.  
Three or four in the morning we can, we can always get  
you back that day I don't know. Alright. And we'll  
definitely send some magazines back with you for Peter.  
No. Jason, thank you very much. You too. We all look  
forward to seeing you soon. Okay. Take care. Thank you.  
Thanks.