

December 22, 2008

TO LIGHTHOUSE ASSET MANAGEMENT CLIENTS

In light of the disgraceful events surrounding Bernard Madoff's alleged defrauding of investors out of \$ 50 billion of their assets, and other financial irregularities, we at Lighthouse Asset Management want to **reiterate** the values on which our company is based:

*We **value** the confidence and trust of our clients and take very seriously that their assets are protected and supervised with the highest ethical standards.

*No one at Lighthouse Asset Management ever has access to our clients' securities or cash. These assets are held by an independent 3rd party custodian, Charles Schwab & Company, which, like Lighthouse Asset Management, is regulated and subject to rigid SEC rules and policies.

*Lighthouse Asset Management can only place trades on behalf of its clients. Further, we can only instruct the custodian to either transfer cash out of a client account at Schwab directly to a client's personal bank account or have Schwab send a check directly to a client. We at Lighthouse Asset Management never take deposits of cash or securities directly. All deposits go directly into a client's account at Schwab. No funds are ever held by Lighthouse Asset Management.

*Lighthouse Asset Management **does not invest** in hedge funds, options, futures or any other derivative instruments in the news lately such as credit default swaps, mortgage backed securities, etc. We never sell short. Each client has a personalized portfolio based on their individual goals, needs and preferences.

While details of Madoff's alleged fraudulent activities are still emerging, we want to assure our clients that their assets are safe and secure. We at Lighthouse Asset Management extend to you, our clients, our wishes for a happy and healthy holiday season and new year.

James R. McCall, CFA – President & CEO

Dana P. Blake, Jr. – Executive Vice President

Frank H. Gorke, Jr. – Senior Vice President