

**WARFIELD & COMPANY, CPA'S
14555 NORTH SCOTTSDALE ROAD #200
SCOTTSDALE, ARIZONA 85254
PHONE (480) 948-1711**

March 23, 2000

Dear Investors:

For those of you who do not have access to the Internet and are unable to retrieve information from the web site established for the Dennel receivership (www.dennelfinancial.com), enclosed is a copy of the recent Petition filed with the Court to reflect the accounting of this receivership for the period from August 1, 1999 through December 31, 1999.

The narrative within the Petition should give you some indication of what I, my staff, and our legal professionals have been up against during this four month period, Exhibit A, showing the costs and benefits derived from our actions, and Exhibit B, reflecting the assets we have recovered thus far.

In addition, I have prepared a proof of claim form that will be mailed out to investors upon approval of it by the Court after first receiving and entry of judgment against any of the defendants. Through this form, you will be asked to submit proof of your investment in the Dennel program. A time deadline will be established for submitting proofs of claim. Allowed claims will be paid a pro-rata share of the available receivership assets upon the closing of the estate. If you have information regarding the location of Dennel assets or monies, I would greatly appreciate your assistance in locating and retrieving such assets for the benefit of all investors.

Judge Buchmeyer will hold a hearing in Dallas on Thursday, March 30, 2000, at 1:00 p.m. to consider, among other things, a writ of habeas corpus filed by Ben Cook in which he is seeking to be released from incarceration for contempt of court. As you know, Mr. Cook has been incarcerated for several months because of his refusal to abide by the Court's orders issued in this receivership to turn over receivership assets to me, as Receiver. This is a public hearing and open to all those who wish to attend.

I will continue to keep you advised via the web site, and for those who are unable to access the web site, I will correspond via mail periodically.

Very truly yours,

Lawrence J. Warfield, CPA
Receiver, Dennel Finance, et al

LJW/jjb

Enclosure