



U.S. Department of Justice

Criminal Division

Washington, D.C. 20530

June 4, 2012

Edward H. Davis, Jr.
Co-General Counsel to the Joint Liquidators of SIB
Astigarraga Davis
701 Brickell Avenue, 16th Floor
Miami, Florida 33131-2847

Marcus A. Wide and Hugh Dickson
Joint Liquidators of Stanford International Bank Limited
Grant Thornton (BVI) Limited
PO Box 4259
171 Main Street
Road Town, Tortola
BVI

Re: Stanford International Bank Limited

Dear Messrs. Davis, Wide, and Dickson,

Thank you for your June 1, 2012, letter.

At the outset, I think it is important to note that the Department does not agree with many of the characterizations you've ascribed to our efforts in the Stanford matter. We firmly believe, however, that engaging in a protracted written exchange in which each side lobes accusations at the other is not fruitful. Although there certainly have been disagreements among the parties in this case, including between the Department and the Joint Liquidators and between the Department and the SEC Receiver, we are optimistic that a deal can be brokered that accounts for the interests of everyone, especially the victims. That is why we have offered to host a summit where we hope such a deal can be reached.

We understand that, pursuant to court order, you engaged in mediation last year with the SEC, the SEC Receiver, the Stanford Examiner, and members of the Official Stanford Investors Committee, and that the mediation did not result in a deal, but seemed to only further divide the parties. As you know, the Department was not present during that mediation and played absolutely no role in it. Prior to receiving your letter, we were unaware that "the mediation divided into two caucuses, with the JLs in one room and all the other parties forming a single caucus in another room." Your description of the mediation only bolsters our belief that a

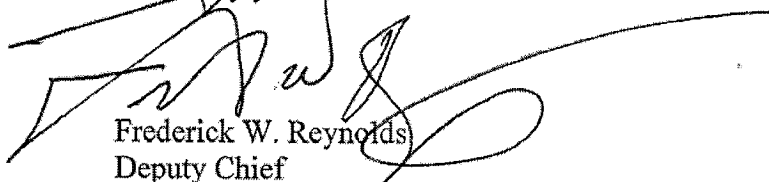
summit is necessary. We envision a summit that avoids the type of caucusing and division that has plagued this case and which you noted was present during last year's mediation. That is why our proposed summit would be one in which all of the parties would remain in the same room attempting to work out their differences, with no caucusing of any kind.

As to your May 4, 2012, proposal for the liquidation and distribution of assets currently restrained and subject to forfeiture by the United States, it is important to note that the Department has not rejected your proposal. On the contrary, the Department would welcome the opportunity to discuss your proposal as well as alternatives the Department believes all parties would support. If your proposal, however, is a "take-it-or-leave-it" offer where the Department must agree to 100 percent of your conditions with no room for compromise, then we must reject it. If you are willing to compromise and to discuss alternatives, which we hope you are, we very much would enjoy the opportunity for discussions. We believe it is in the best interests of all the parties, especially the victims, if such discussions would take place at the summit we have proposed.

As you know, at the end of the day, the Department and its employees have no financial incentive to litigate or to refrain from litigating in this matter. We are driven only by our desire to do what we believe is in the best interests of the victims. Continued litigation among the parties will only ensure that the total amount of money available for distribution to Stanford victims will be depleted by costs and fees incurred by the SEC Receiver and the Joint Liquidators. The Department does not believe such a negative result is necessary. Moreover, we do not believe that a single failed mediation session should result in the parties' refusal to engage in a subsequent group face-to-face negotiation, especially when the Department did not participate in last year's mediation. Thus, we hope you and the other parties will take advantage of our offer to attend a summit where we can try to work out our differences once and for all.

I look forward to hearing from you and hope to see you and the other parties in Washington, D.C, in the near future.

Very truly yours,



Frederick W. Reynolds
Deputy Chief
Asset Forfeiture and Money Laundering Section
U.S. Department of Justice

cc: Ralph Janvey
SEC Receiver

John J. Little
Stanford Examiner

Kevin M. Sadler
Counsel to the SEC Receiver

David B. Reece
U.S. Securities & Exchange Commission

Peter D. Morgenstern
Official Stanford Investors Committee

Philip F.J. Mobedji
U.K. Serious Fraud Office