

December 2008

Report to Direct Lenders – Placer County Land Speculators, LLC

Dear Direct Lenders:

Please note that the Borrower has not made any payment on either the Placer 1 or Placer 2 loans. Therefore, unpaid principal remains unchanged, and unpaid interest and unpaid default interest and fees have increased over the last report provided to you. Here is the current balance of the Placer Loans:

<b>As of 11/31/2008</b>	<b>Placer 1 Loan</b>	<b>Placer 2 Loan</b>
Principal	\$31,500,000.00	\$6,500,000.00
Regular Interest	\$14,797,756.20	\$4,031,166.81
Default Interest	\$ 8,898,850.91	\$1,010,019.03
Late Fees on Interest	\$ 739,887.81	\$ 201,558.34
Late Fees on Principal	\$ 1,575,000.00	\$ 325,000.00
Other Fees		
<b>Total</b>	<b>\$57,511,494.92</b>	<b>\$12,067,744.19</b>

### **Status of Foreclosure Sale**

The foreclosure sale has been continued to Monday, December 22, 2008 in Placer County.

### **Receivership Action**

As you know, the USACM Liquidating Trust filed a Complaint in the United States District Court for the District of Nevada, No. 2:08-cv-01276-KJD-RJJ. After a hearing on December 3, 2008, the district court entered an order on December 16, 2008 appointing Elli M.A. Mills as the receiver. The order authorizes the Receiver to complete the foreclosure sale. Copies of the order and other filings in the case are available without charge from the USACM Trust's website. Mr. Mills has retained Paul J. Pascuzzi of Felderstein Fitzgerald Willoughby & Pascuzzi LLP in Sacramento as his lawyer. . The Receiver will decide on whether to proceed with the scheduled foreclosure sale presently set for December 22, 2008 or continue the sale for some period of time.

**For More Information.** As always, if you have any questions about your statement or about the Loans, please feel free to contact the Trust at the following contact information:

**USACM Liquidating Trust**

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