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TO THE STAKEHOLDERS OF NEW LIFE CAPITAL CORP. ET AL

RECEIVER'S STATUS UPDATE – JUNE 30, 2009

The Receiver has established a program for communicating directly with shareholders and other stakeholders. This program includes a dedicated telephone line and a dedicated email address to receive inquiries from creditors and investors.

The Receiver has filed three reports with the Court, the most recent being filed on May 28, 2009. In addition to the three reports filed with the Court referred to above, the Receiver has mailed four notices to Investors and other stakeholders. All of the Receiver's notices and reports are available on the website.

If you have any queries about your investment in New Life, please contact us through the dedicated phone line at 1-866-930-4921 or at newlifecap@kpmg.ca.

As discussed in the May 14, 2009 letter from the Receiver to Stakeholders, the Receiver retained Proverian Capital LLC ("Proverian") to, amongst other things, assist the Receiver with assessing and valuing New Life's portfolio of 22 life insurance policies (the "Portfolio") and developing a realization plan for the Portfolio ("Realization Plan"). Proverian has provided preliminary information on its findings to the Receiver and the Receiver expects to receive Proverian's report soon.

Pursuant to the Order of the Ontario Superior Court of Justice dated June 4, 2009, Kevin McElcheran of the law firm McCarthy Tétrault LLP was appointed as Representative Counsel to represent the interests of persons who purchased preferred or common shares in the capital stock of one or more of the Companies, excluding Jeffrey Pogachar and Paula Lombardi (the "**Investors**") for the sole purpose of advising the Investors in respect of the Realization Plan.

We anticipate reporting to the Court, and stakeholders, again in July 2009. The Receiver expects that the purpose of the report will include presenting preliminary information on the Realization Plan and seeking approval for a claims process. Our report will also include recommendations to the Court on the next steps to be taken in order to protect shareholders and other stakeholders of New Life. Prior to reporting to the Court on the Realization Plan, the Receiver will consult with Representative Counsel.

Yours very truly

KPMG INC.

In its capacity as Court Appointed Receiver and Manager of all
of the property, assets and undertaking of New Life Capital Corp. et al

Per: J. Bradley Butcher
Vice President