

June 15, 2009

TO: The Creditors of Universal Settlements International Inc. ("USI")

**Re: Proposed Plan of Compromise and Arrangement of USI (the "Plan")
Meetings of Creditors June 17, 2009 (the "Meetings")**

This letter is to provide an update to Creditors prior to the Meetings scheduled for June 17, 2009.

Pursuant to the Meeting Order dated May 15, 2009, any Person wishing to bring a motion (i) with respect to any matter that might affect or delay the Meetings or the implementation of the Plan, or alter the outcome of the Meetings, (ii) to challenge the classes of Creditors set out in the Plan, or which Persons are affected by the Plan, or (iii) to assert and have determined any right other than a right to vote as a Creditor under the Plan, was to have notified USI and Ernst & Young Inc., (the "Monitor") on or before June 1, 2009, and any such motion was to have been argued and determined by June 12, 2009.

USI received notice of three motions brought in accordance with the foregoing provisions of the Meeting Order. One motion was settled, one motion was dismissed, and one motion was adjourned pending instructions from the moving party as to whether he wished to proceed with his issue.

The Monitor also brought a motion for advice and directions regarding the rules for tabulating votes related to joint claims. A copy of the Order issued by the Court providing direction will be posted on the Monitor's website.

The Applicant has advised the Monitor that it will be making certain amendments to the Plan, in order to clarify its terms and to take into account certain developments since it was filed. A copy of the amended Plan will be posted on the Monitor's website on June 16, 2009.

You may contact the Monitor with any questions you may have about the amended Plan or the upcoming Meetings, at universal.settlements@ca.ey.com.