

LAW OFFICES

BALLARD SPAHR ANDREWS & INGERSOLL, LLP

919 NORTH MARKET STREET, 12TH FLOOR
WILMINGTON, DELAWARE 19801-3034
(302) 252-4466
FAX: (302) 252-4466
WWW.BALLARDSPAHR.COM

PHILADELPHIA, PA
BALTIMORE, MD
BETHESDA, MD
DENVER, CO
LAS VEGAS, NV
LOS ANGELES, CA
PHOENIX, AZ
SALT LAKE CITY, UT
VOORHEES, NJ
WASHINGTON, DC

BETH MOSKOW-SCHNOLL
DIRECT DIAL: 302-252-4447
PERSONAL FAX: 302-355-0221
MOSKOWSCHNOLL@BALLARDSPAHR.COM

July 29, 2008

The Honorable Joseph J. Farnan, Jr.
United States District Court
844 North King Street
Wilmington, DE 19801

Re: Chase Bank, USA, N.A. v. Hess Kennedy Chartered, LLC, et al.
Civil Action No. 08-121-JJF

Dear Judge Farnan:

In response to an emergency motion by the Florida Attorney General, on July 18, 2008, the Broward County Circuit Court in Florida entered an *ex parte* order placing, *inter alia*, Hess Kennedy Chartered, LLC, Laura Hess & Associates, P.A., Hess Kennedy Holdings, Ltd., The Consumer Law Center, LLC, the Campos Chartered Law Firm and Legal Debt Center, LLC -- all defendants in the above-referenced case pending before this Court -- into receivership. Copies of the Florida Attorney General's emergency motion and its memorandum of law in support of the motion are attached hereto as Exhibits A and B, respectively. A copy of the Broward County Circuit Court's order granting the emergency motion is attached hereto as Exhibit C.

In its emergency motion, the Attorney General stated that the defendants were engaging in "deceptive trade practices" and that "unsuspecting consumers have paid millions to Defendants for payment of credit card debt. Defendants are illicitly diverting much of this money to themselves and their families and associates." In fact, the motion continues, "Defendants have already transferred millions of dollars to individuals who are not creditors of consumers and to their accounts outside the United States."

Furthermore, on July 23, 2008, the Florida Supreme Court suspended Laura Hess' license to practice law. A copy of the order of suspension is attached hereto as Exhibit D.

Respectfully,

Beth Moskow-Schnoll

BMS/

Enclosures

cc: Robert K. Beste, Jr.