September 2026 Oversight Committee Update

1. The Big Picture (Where Things Stand)

- **Good News on Spending:** The chapter 11 plan went effective in May and the Plan Recovery Trust has been able to reduce the monthly professional fees to less than $1 million (from a previous high of $6 million per month on an aggregate basis). We expect to further reduce these fees substantially as the remaining claim objections and property sales are concluded.
- **Property Status:** There are approximately 15 properties still being marketed and sold.

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2. Getting Your Money Back (Distributions)

- **When will payouts happen? The exact dates are still unknown.** It is a complex situation that depends on approvals from the court and resolving the claims of taxing authorities (who assert priority claims that must be paid ahead of investors).
- **Will all money be paid by the end of 2026? No.** Payouts will take longer and will not be finished this year.
- **How much will you get?** The target goal has not changed. We still expect a total payout range of 19.7% to 35.9% of an Investor's Tranche 1 Claim. We expect that the initial distribution will consist of less than 10% of an Investor's Tranche 1 Claim.
- **How will it be paid?** Via check. If you invested using an **IRA or Roth-IRA**, your payout check will be clearly labeled as retirement funds. Regular investments will be labeled as non-IRA. Checks will be mailed directly to you.
- **Does the Plan Recovery Trust have my tax paperwork?** If you have **not** received a specific email asking for your **W-9 tax form**, it means **the Plan Recovery Trust already has your form on file** and you do not need to do anything.

3. Taxes and Form K-1s

- **Am I going to get a Schedule K-1 for the 2025 Tax Year?** The Plan Recovery Trust (through FTI Consulting Inc.) will only be sending Schedule K-1s to investors whose investments are reflected in the Debtors' books and records (i.e, the investments that are reflected on the *Omnibus List of Equity Security Holders* filed on the docket at docket no. 353). The Trust will not be issuing a K-1, or other tax reporting form, for an off-book investment or an investment in a non-Debtor entity.
- **Where can I find the *Omnibus List of Equity Security Holders*?** This document is available HERE.
- **Is there a letter that I can share with my accountant explaining who will receive a Schedule K-1?** Yes, you can find a letter from the Plan Recovery Trustee about this on the Committee Communications page (September 25th post) at: https://veritaglobal.net/lm/info/14065.

4. How to Update Your Address

If you have moved or need to change your contact details, you must submit it online to Verita.

1. Go to Verita's website at: veritaglobal.net/lm/inquiry
2. Fill out your name and contact information.
3. In the box labeled **"Inquiry,"** type exactly: "**I want to change my address on the mailing matrix."**

5. Why Updates Are Every Three Months (Quarterly)

It takes time and money to record town halls and respond to inquiries. We think quarterly updates strike the right balance between keeping the investor community informed while also limiting professional fees and keeping the professionals focused on the goal: getting the most amount of money they can to Investors as quickly as possible. If there are time-sensitive and crucial updates for Investors, we will not wait to inform Investors sooner through the various channels of communication.

We know this process is frustrating and we greatly appreciate your patience while we get through this next phase.