

Dear IMET Participant:

As you may know, IMET's Convenience Fund invests in repurchase agreements involving loans that are guaranteed by the United States Department of Agriculture (USDA). Each such guarantee of the USDA is an obligation supported by the full faith and credit of the United States.

On September 29, 2014, IMET was informed of defaults on certain guaranteed loans totaling \$50,442,142.78 caused by fraud on the part of a USDA approved lender. This amount is only approximately 2.8% of the net asset value of the Convenience Fund. IMET's agent for the loans, Pennant Management, is making a demand on the USDA within the next few days to collect on the USDA guarantees of these loans. We expect the USDA to act on the demand for them to repurchase these loans together with accrued interests pursuant to their guarantees within 30 days after the written demand, as required by the USDA regulations.

Pursuant to Board action as of September 30, 2014, we have segregated the portion of your investment in these loans (based on your pro rata interest in the Convenience Fund) in a restricted account, where it will remain until IMET concludes its guarantee demand with the USDA. You will receive a restricted account statement along with your other monthly statement(s).

We will keep you apprised of any material developments concerning this matter.

If you have any questions regarding this issue or the fund, please contact Executive Director, Laura Allen, at (815) 735-3534 or Associate Director, Deb Zimmerman, at (618) 731-2904.