

October 27, 2008

Dear member representatives of NASAA...

Following an agreed approach with Bill Reilly, Bureau Chief of Examinations, Bureau of Securities State of Florida for notifying you of recent rescission success by the State of Florida, I am informing you of the following information.

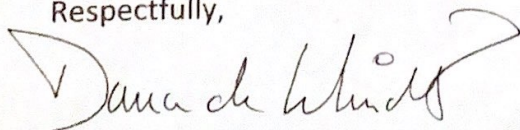
The State of Florida has utilized their FS 517.061 ( 17 ) to protect about 738 Florida investors in the Kemper Lumbermen's Surplus Notes sold to our Morgan Stanley clients in the first half of 2001. Statute language included.

It remains the contention that through a series of improper decisions by my former firm, Morgan Stanley, remaining investors ought to be able to receive similar benefits as Florida investors are receiving.

You may feel free to contact Bill Reilly ( 850 ) 410-9783 to discuss these matters as well as Tony Taggart ( 212 ) 762-7320 who is the Morgan Stanley representative handling the rescission process for various state investors taking place at the current time.

Without overwhelming you with information here, please take time to read the FINRA consent agreement which did not apply the correct rescission penalty in August 2007. I am planning to continue in the dispute resolution process through FINRA . As a ten year industry arbitrator with FINRA myself, preceded by a co-manager position overseeing seven offices for EF Hutton, not properly addressing this issue of full recovery would be indeed turning my back on investors relying on our vigilance and integrity.

Respectfully,



Dana de Windt