

UNITED STATES BANKRUPTCY COURT Northern District of Texas		PROOF OF CLAIM
Name of Debtor: Erickson Retirement Communities, LLC		Case Number: 09-37010
NOTE: This form should not be used to make a claim for an administrative expense arising after the commencement of the case. A request for payment of an administrative expense may be filed pursuant to 11 U.S.C. § 503.		
Name of Creditor (the person or other entity to whom the debtor owes money or property): Manufacturers and Traders Trust Company		☐ Check this box to indicate that this claim amends a previously filed claim.
Name and address where notices should be sent: Manufacturers and Traders Trust Company 25 South Charles Street, 10th Floor, Baltimore, MD 21201 Attn: Linda J. Weinberg, Senior Vice President Telephone number: (410) 244-4025		Court Claim Number: _____ (If known) Filed on: _____
Name and address where payment should be sent (if different from above): RECEIVED FEB 25 2010 BMC GROUP Telephone number: _____		☐ Check this box if you are aware that anyone else has filed a proof of claim relating to your claim. Attach copy of statement giving particulars. ☐ Check this box if you are the debtor or trustee in this case.
1. Amount of Claim as of Date Case Filed: \$ <u>9,576,390.43</u> If all or part of your claim is secured, complete item 4 below; however, if all of your claim is unsecured, do not complete item 4. If all or part of your claim is entitled to priority, complete item 5. ☒ Check this box if claim includes interest or other charges in addition to the principal amount of claim. Attach itemized statement of interest or charges.		5. Amount of Claim Entitled to Priority under 11 U.S.C. §507(a). If any portion of your claim falls in one of the following categories, check the box and state the amount. Specify the priority of the claim.
2. Basis for Claim: <u>see attached</u> (See instruction #2 on reverse side.)		☐ Domestic support obligations under 11 U.S.C. §507(a)(1)(A) or (a)(1)(B).
3. Last four digits of any number by which creditor identifies debtor: _____ 3a. Debtor may have scheduled account as: _____ (See instruction #3a on reverse side.)		☐ Wages, salaries, or commissions (up to \$10,950*) earned within 180 days before filing of the bankruptcy petition or cessation of the debtor's business, whichever is earlier – 11 U.S.C. §507 (a)(4).
4. Secured Claim (See instruction #4 on reverse side.) Check the appropriate box if your claim is secured by a lien on property or a right of setoff and provide the requested information. Nature of property or right of setoff: ☒ Real Estate ☐ Motor Vehicle ☒ Other Describe: <u>see attached</u> Value of Property: \$ <u>TBD</u> Annual Interest Rate _____ % <u>see attached</u> Amount of arrearage and other charges as of time case filed included in secured claim, if any: \$ <u>see attached</u> Basis for perfection: <u>see attached</u> Amount of Secured Claim: \$ <u>9,576,390.43</u> Amount Unsecured: \$ _____		☐ Contributions to an employee benefit plan – 11 U.S.C. §507 (a)(5). ☐ Up to \$2,425* of deposits toward purchase, lease, or rental of property or services for personal, family, or household use – 11 U.S.C. §507 (a)(7). ☐ Taxes or penalties owed to governmental units – 11 U.S.C. §507 (a)(8).
6. Credits: The amount of all payments on this claim has been credited for the purpose of making this proof of claim. 7. Documents: Attach redacted copies of any documents that support the claim, such as promissory notes, purchase orders, invoices, itemized statements of running accounts, contracts, judgments, mortgages, and security agreements. You may also attach a summary. Attach redacted copies of documents providing evidence of perfection of a security interest. You may also attach a summary. (See instruction 7 and definition of "redacted" on reverse side.) <u>SEE ATTACHED</u> DO NOT SEND ORIGINAL DOCUMENTS. ATTACHED DOCUMENTS MAY BE DESTROYED AFTER SCANNING. If the documents are not available, please explain:		☐ Other – Specify applicable paragraph of 11 U.S.C. §507 (a)(____). Amount entitled to priority: \$ _____ <i>*Amounts are subject to adjustment on 4/1/10 and every 3 years thereafter with respect to cases commenced on or after the date of adjustment.</i>
Date: <u>02/23/2010</u> Signature: The person filing this claim must sign it. Sign and print name and title, if any, of the creditor or other person authorized to file this claim and state address and telephone number if different from the notice address above. Attach copy of power of attorney, if any. Manufacturers and Traders Trust Company By: Mark S. Gaffin, Vice President <u>MS Gaffin</u> <u>410-244-3932</u>		FOR COURT USE ONLY

Penalty for presenting fraudulent claim: Fine of up to \$500,000 or imprisonment for up to 5 years, or both. 18 U.S.C. §§ 152 and 3571.

Erickson Ret. Comm. LLC

 01326

RIDER TO PROOF OF CLAIM

CONCORD CAMPUS, L.P. ("**Concord**"), ERICKSON RETIREMENT COMMUNITIES, LLC ("**ERC**"), ERICKSON GROUP, LLC ("**Erickson Group**"), CONCORD CAMPUS GP, LLC ("**CONCORD GP**"), ERICKSON CONSTRUCTION, LLC ("**Erickson Construction**") are each indebted to Abington Bank, Citizens Bank of Pennsylvania, First National Bank of Pennsylvania, Successor In Interest to The Legacy Bank, Manufacturers and Traders Trust Company, Manufacturers and Traders Trust Company, Successor by Merger to Provident Bank of Maryland, National Penn Bank, PNC Bank, National Association, Successor to Mercantile-Safe Deposit and Trust Company, Sandy Spring Bank, Univest National Bank and Trust Co., Wachovia Bank, National Association, each in its capacity as a Lender, (together with the "**LC Issuer**" (as defined below) each a "**Lender**" and collectively, "**Lenders**"), PNC Bank, National Association, successor to Mercantile-Safe Deposit and Trust Company in its capacity as issuer of letters of credit (in such capacity, "**LC Issuer**"), and PNC Bank, National Association, Successor to Mercantile-Safe Deposit and Trust Company, in its capacity as Collateral and Administrative Agent for the Lenders ("**Administrative Agent**," and together with the Lenders, collectively, "**Banks**"), under and/or in connection with a credit facility providing for revolving loans and issuance of letters of credit ("**Construction Loan**") that the Lenders extended to Concord.

1. The obligations of Concord, ERC, Concord GP, Erickson Group, and Erickson Construction under and in connection with the Construction Loan are evidenced by, among other things:

a. The following Amended and Restated Revolving Loan Notes each dated November 1, 2005 (each a "**Revolving Loan Note**" and collectively, "**Revolving Loan Notes**") executed and delivered by Concord and in the respective amounts and payable to the order of the respective Lender set forth below:

- i. Revolving Loan Note in the stated principal amount of \$5,000,000.00 payable to the order of Abington Bank;
- ii. Revolving Loan Note in the stated principal amount of \$7,000,000.00 payable to the order of Citizens Bank of Pennsylvania;
- iii. Revolving Loan Note in the stated principal amount of \$2,000,000.00 payable to the order of First National Bank of Pennsylvania, Successor In Interest to The Legacy Bank;
- iv. Revolving Loan Note in the stated principal amount of \$10,000,000.00 payable to the order of Manufacturers and Traders Trust Company;
- v. Revolving Loan Note in the stated principal amount of \$5,000,000.00 payable to the order of Manufacturers and Traders Trust Company, Successor by Merger to Provident Bank of Maryland;
- vi. Revolving Loan Note in the stated principal amount of \$3,000,000.00 payable to the order of National Penn Bank;
- vii. Revolving Loan Note in the stated principal amount of \$10,000,000.00 payable to the order of PNC Bank, National Association, Successor To Mercantile-Safe Deposit and Trust Company;

- viii. Revolving Loan Note in the stated principal amount of \$10,000,000.00 payable to the order of Sandy Spring Bank;
- ix. Revolving Loan Note in the stated principal amount of \$8,000,000.00 payable to the order of Univest National Bank and Trust Co.; and
- x. Revolving Loan Note in the stated principal amount of \$10,000,000.00 payable to the order of Wachovia Bank, National Association.

b. The Construction Loan Agreement dated as of August 30, 2005, by and between Concord, the Administrative Agent, and the Lenders parties thereto from time to time, as amended and modified pursuant to the First Comprehensive Amendment to Loan Documents dated as of November 1, 2005, Assignment and Acceptances dated to be effective as of November 1, 2005 with respect to each of the Lenders listed above, the Amendment to Loan Agreement dated as of August 28, 2006, the Second Comprehensive Amendment to Loan Documents dated as of June 20, 2008, the Waiver Agreement dated as of April 30, 2009, the Standstill Agreement dated as of June 1, 2009, the Forbearance Agreement made to be effective as of 12:00 PM (EST) on June 30, 2009, the Funding Addendum to Forbearance Agreement made to be effective as of 12:00 PM (EST) on June 30, 2009, and the Second Forbearance Agreement made to be effective as of 12:00 PM (EST) on July 10, 2009 (collectively, as so amended, modified, assumed and assigned, **"Construction Loan Agreement"**).

c. The Application for Irrevocable Letter of Credit dated November 22, 2005 by Concord to and for the benefit of the LC Issuer for a letter of credit in the originally stated amount of \$545,841.72 in favor of Concord Township Sewer Authority, and an Indemnification Agreement dated as of November 22, 2005 by Concord for the benefit of the LC Issuer and its successors and assigns, and the Application for Irrevocable Letter of Credit dated February 15, 2007 by Concord to and for the benefit of the LC Issuer, for a letter of credit in the originally stated amount of \$146,909.90 in favor of Concord Township Sewer Authority, and an Indemnification Agreement dated February 15, 2007 by Concord for the benefit of the LC Issuer and its successors and assigns (all of the foregoing, collectively **"LC Documents"**), further evidencing the Letters of Credit (as defined in the Construction Loan Agreement) issued under the Construction Loan and Construction Loan Agreement.

d. The Guaranty Agreement dated as of August 30, 2005 by and between ERC, Erickson Group, and Concord GP, and the Administrative Agent for the Lenders (**"Guaranty"**).

e. The Subordination Agreement dated as of August 30, 2005 in favor of the Administrative Agent for the Lenders by Erickson Construction as creditor and by Concord, ERC, Erickson Group, and Concord GP (**"Erickson Construction Subordination"**).

f. The Subordination Agreement dated as of August 30, 2005 in favor of the Administrative Agent for the Lenders by Erickson Group, John C. Erickson and Nancy A. Erickson, as creditors, and by Concord, ERC, Erickson Group, and Concord GP (**"Erickson Group Subordination"**).

True and correct copies of Revolving Loan Notes, the Construction Loan Agreement, the LC Documents, and the Guaranty are attached hereto as Exhibit 1, Exhibit 2, Exhibit 3, and Exhibit 4, respectively. The Erickson Construction Subordination together with other documents comprising the Erickson Construction Subordination Documents (defined below) are attached hereto as Exhibit 5. The Erickson Group Subordination together with other documents comprising the Erickson Group Subordination Documents (defined below) are attached hereto as Exhibit 6.

2. The indebtedness and obligations that are owed to the Banks by Concord, ERC, Erickson Group, Concord GP, and Erickson Construction under the Revolving Loan Notes, Construction Loan Agreement, the LC Documents, the Guaranty, the Erickson Construction Subordination, and the Erickson Group Subordination, are secured by, *inter alia*, various assets of Concord, ERC, Erickson Group, Concord GP, Erickson Construction, and others (collectively, "**Collateral**"), including, without limitation:

a. a first-priority, duly perfected pledge and security interest and lien in, to and against 100% of the partnership (general and limited) and other equity interests in Concord ("**Pledged Interests**"), including but not limited to all certificates and entries on the books and records of any financial intermediary pertaining to the Pledged Interests, all dividends, distributions, cash, warrants, rights, instruments and other property or proceeds from time to time received, receivable or otherwise distributed in respect of or in exchange for any or all of the Pledged Interests, all additional interests in, and all securities convertible into, and any warrants, options and other rights to purchase or otherwise acquire interests in any issuer of the Pledged Interests from time to time, and all cash and non-cash proceeds and products of any of the foregoing, pursuant to and as described in: (i) the Partnership Interest Pledge Agreement dated as of August 30, 2005 by and between Concord GP and ERC, as pledgors, and the Administrative Agent, as secured party ("**Pledge Agreement**"); (ii) various ERC Financing Statements (as defined below), including but not limited to the UCC-1 Financing Statement against ERC, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of Assessments and Taxation as filing no. 181241231, Liber U00401, folio 1104; and (iii) various UCC-1 Financing Statements against Concord GP, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of Assessments and Taxation as filing no. 181242984 (collectively, "**Concord GP Financing Statements**").

b. first-priority, duly perfected mortgage liens, security interests, pledges, assignments, and other liens in, to and against all of the tangible and intangible assets, property rights, and benefits of Concord, and all cash and non-cash proceeds and products thereof, pursuant to and as described in the following:

i. first-priority, duly perfected mortgage liens, security interests, grants, pledges, assignments, and other liens in, to and against all of the real property, improvements, fixtures, and related rights and properties comprising the retirement community generally known or to be known as "Maris Grove" ("**Retirement Community**") and located upon the land consisting of approximately 90 acres on Route 322 in Concord Township, Delaware County,

Pennsylvania and more particularly described in Exhibit A attached to the Mortgage (as defined below) ("**Land**"), all leases, rents, profits arising from the aforesaid property, and all other rights, titles, and interests of Concord in and to such property pursuant to and as described in: (A) the Open-End Mortgage, Assignment of Rents and Leases, Security Agreement and Fixture Filing dated as of August 30, 2005 by Concord to the Administrative Agent for the Lenders, recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083966 in RD Book 03586, page 2069 ("**Mortgage**"); (B) the Assignment of Rents and Leases dated as of August 30, 2005 by Concord to the Administrative Agent for the Lenders, recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083967 in RD Book 03586, page 2124; (C) the Environmental Compliance Certificate and Agreement dated as of August 30, 2005 by Concord and ERC, in favor of the Administrative Agent for the Lenders; and (D) and the various Financing Statements (as defined below) (all of the foregoing, collectively, "**Mortgage Security Documents**");

ii. first-priority, duly perfected security interests, pledges, grants, assignments, and other liens in, to and against all of Concord's assets, including, without limitation, all accounts, equipment, fixtures, inventory, chattel paper, general intangibles, cash, deposits, deposit accounts, bank accounts, instruments, documents, goods, motor vehicles, investment property and supporting obligations, "**Licenses**," "**Residence and Care Agreements**," (as such terms are defined and described in the Security Agreement, defined below), all rights, titles, and interests of Concord under the "**Community Documents**," "**Lease**," "**Working Capital Loan Documents**," "**Community Loan Documents**," "**Management Agreement**," and "**Development Agreement**" (as such terms are defined and described in the Construction Loan Agreement), including all amounts received or due thereunder, including all proceeds which Concord is entitled to receive under the Community Loan Documents, and all cash and non-cash proceeds and products of all of the foregoing, all pursuant to and as described in (A) Security Agreement, Pledge and Collateral Assignment of Licenses and Residence and Care Agreements dated as of August 30, 2005 by Concord, ERC, and Concord GP in favor of the Administrative Agent for the Lenders ("**Security Agreement**"), (B) the LC Documents, and (C) the UCC-1 Financing Statement against Concord, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of Assessments and Taxation as filing no. 181241225, in Liber U00401, folio 1088, and the UCC-1 Financing Statements against Concord, as debtor, in favor of the Administrative Agent, as secured party, recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083379 in RD Book 03585, page 0344, and instrument no. 2005083968 in RD Book 03586-2162 (collectively, "**Financing Statements**"); and

iii. first-priority, duly perfected security interests, pledges, grants, assignments, and other liens in, to and against all "**Project Documents**," as such

term is defined in the Assignment of Project Documents (as defined below), all right, title, and interest in the "**Development Documents**," as defined and described in the Assignment of Development Documents (as defined below), and all right, title, and interest under the Completion Agreements (as defined below), including but not limited to, all architectural, engineering, and similar plans, specifications, drawings and reports, including all copyrights relating to the foregoing, surveys, plats, permits and the like, all contracts for design, construction, operation and maintenance of, or provision of services to, the Retirement Community and/or the Land, all sewer taps and allocations, agreements for utilities, bonds, letters or credit and the like, all relating to the Land and the Retirement Community, all plans and specifications prepared by Marks, Thomas & Associates, Inc. in connection with the construction of the Retirement Community, together with all additions thereto and replacements, substitutions and modifications thereof, and all design, marketing and construction concepts, residence and care forms, leasing forms belonging to Concord, ERC, or GP or used in connection with the Land or the Retirement Community, but not the assignor's burdens or obligations thereunder, pursuant to and as described in (A) the Collateral Assignment of Development Documents and Supplemental Security Agreement dated as of August 30, 2005 by Concord and ERC in favor of the Administrative Agent for the Lenders ("**Assignment of Development Documents**"), (B) the Collateral Assignment of Project Documents dated as of August 30, 2005 by Concord and ERC to the Administrative Agent for the Lenders ("**Assignment of Project Documents**"), (C) General Contractor's Agreement to Complete by Erickson Construction for the benefit of the Administrative Agent for the Lenders, the Architect's Agreement to Complete dated as of August 18, 2005 by Marks, Thomas & Associates, Inc. for the benefit of the Administrative Agent for the Lenders, the Engineer's Agreement to Complete dated as of August 30, 2005 by Bohler Engineering, Inc. for the benefit of the Administrative Agent for the Lenders, the Landscape Architect's Agreement to Complete dated as of August 22, 2005 by MKW + Associates, LLC for the benefit of the Administrative Agent for the Lenders, (collectively, "**Completion Agreements**") and (D) the Financing Statements.

c. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against all tangible and intangible assets of Maris Grove, Inc. ("**Tenant**"), including but not limited to all inventory, accounts, general intangibles, chattel paper, equipment, fixtures, cash and deposits, bank accounts, deposit accounts, documents, goods, motor vehicles, instruments, investment property, supporting obligations, "**Entrance Deposits**," including but not limited to "**Initial Entrance Deposits**" and advances from the proceeds of Initial Entrance Deposits, all right, title, and interest of the Tenant in and to all "**Residence and Care Agreements**" and all payments due thereunder, and all licenses, certificates of need, operating permits, franchises and other governmental authorizations and approvals now or hereafter existing with respect to the acquisition, construction, renovation, expansion, leasing, ownership and/or operation of the Retirement Community, including, but not limited to, all certificates of need, licenses and other authorizations of any kind in connection with any nursing home or other health care facilities which are a part of the Retirement Community, any and all licenses issued

by any governmental authority relating to the operation of food and beverage facilities and/or amenities, any and all third party payment contracts under which payment may be made for services rendered at the Retirement Community, and any and all personalty of the Tenant located on the property and utilized in connection with the operation or maintenance of the Retirement Community, and all additions to, modifications of and substitutions for any of the foregoing, and all cash and non-cash proceeds and products of all of the foregoing, as defined and described in, and granted by Tenant to Concord pursuant to, the Community Loan Agreement, the Working Capital Loan Documents, the Lease, and the Security Agreement, Pledge and Collateral Assignment of Licenses and Residence and Care Agreements dated as of August 30, 2005 by the Tenant in favor of Concord ("**Tenant Security Agreement**"), all of which were collaterally assigned by Concord to the Administrative Agent for the Lenders, and as evidenced by the UCC-1 Financing Statement against the Tenant, as debtor, in favor of Concord, as secured party, recorded among the financing statement records of the Pennsylvania Secretary of the Commonwealth as filing no. 2005091300499 and assigned by Concord to the Administrative Agent for the Lenders pursuant to the UCC Financing Statement Amendment recorded among the financing statement records of the Pennsylvania Secretary of the Commonwealth as filing no. 2005091505900 and as amended by a UCC Financing Statement Amendment recorded among the financing statement records of the Pennsylvania Secretary of the Commonwealth as filing no. 2005111800735 and the UCC-1 Financing Statement against the Tenant, as debtor, and Concord, as secured party, recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083970 in RD Book 03586, page 2220 et seq., assigned by Concord to the Administrative Agent pursuant to the UCC Financing Statement Amendment recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083971 in RD Book 03586, page 2249 (together with the Tenant Security Agreement, collectively, "**Tenant Security Documents**"), all pursuant to and as further described in the (A) Security Agreement, (B) the Financing Statements, (C) the Consent of Maris Grove, Inc. dated as of August 30, 2005 ("**MG Consent**"), and (D) Agreement Regarding Bank Branch dated as of August 30, 2005 by Tenant ("**Bank Branch Agreement**").

d. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against the following tangible and intangible assets, property rights, and benefits of ERC, and all cash and non-cash proceeds and products thereof, pursuant to and as described in the following:

i. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against all of its right, titles, and interests in the Management Agreement (including all extensions, replacements and substitutes) between the Tenant and ERC (or any future manager of the Retirement Community) for the Retirement Community, the Lease, the Working Capital Loan Documents, the Community Documents, and the Community Loan Documents, and any and all documents and agreements (including but not limited to the Development Agreement) by and between or among Concord, the Tenant, ERC (or any successor manager) and any other person or entity relating to the construction, leasing, occupancy and/or operation of the Retirement Community, and including, without limitation, any proceeds of loans which ERC is entitled to receive under the Community Loan Documents (including advances from Initial

Entrance Deposits), pursuant to and as described in (A) the Security Agreement; and (B) various UCC-1 Financing Statements against ERC, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of Assessments and Taxation as filing no. 181241231, Liber U00401, folio 1104, among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083969 in RD Book 03586, page 2191 et seq., and among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083378 in RD Book 03585, page 0340 et seq (collectively, "**ERC Financing Statements**");

ii a first-priority, duly perfected security interest and lien in, to and against all of ERC's assets, including but not limited to, accounts, equipment, fixtures, inventory, chattel paper, general intangibles, licenses, cash and deposits, bank accounts, deposit accounts, instruments, documents, goods, motor vehicles, investment property and supporting obligations, "**Licenses**," "**Residence and Care Agreements**," (as such terms are defined and described in the Security Agreement), all rights, titles, and interests of ERC under the "**Community Documents**," "**Lease**," "**Working Capital Loan Documents**," "**Community Loan Documents**," "**Management Agreement**," and "**Development Agreement**" (as such terms are defined and described in the Construction Loan Agreement), including all amounts received or due thereunder, including all proceeds which ERC is entitled to receive under the Community Loan Documents, and all cash and non-cash proceeds and products of all of the foregoing, to the extent that the same are located at, or are used solely in connection with, or relate to, or arise from the Retirement Community, and the development, financing, and operation of the Retirement Community (excluding certain computer systems) pursuant to and as described in (A) the Security Agreement, (B) the LC Documents, and (C) the ERC Financing Statements; and

iii. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against all Project Documents, all Development Documents, and all right, title and interest under the Completion Agreements, including but not limited to, all architectural, engineering, and similar plans, specifications, drawings and reports, including all copyrights relating to the foregoing, surveys, plats, permits and the like, all contracts for design, construction, operation and maintenance of, or provision of services to, the Retirement Community and/or Land, all sewer taps and allocations, agreements for utilities, bonds, letters or credit and the like, all relating to the Land and the Retirement Community, all plans and specifications prepared by Marks, Thomas & Associates, Inc. in connection with the construction of the Retirement Community, together with all additions thereto and replacements, substitutions and modifications thereof, and all design, marketing and construction concepts, residence and care forms, leasing forms belonging to Concord or ERC or used in connection with the Retirement Community, but not the assignor's burdens or obligations thereunder, pursuant to and as described in

(A) the Assignment of Development Documents, (B) the Assignment of Project Documents, and (C) the ERC Financing Statements.

e. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against all of the tangible and intangible assets, property rights, and benefits of Concord GP, pursuant to and as described in the following:

i. a first-priority, duly perfected security interest and lien in, to and against all of the assets of Concord GP, including but not limited to, accounts, equipment, fixtures, inventory, chattel paper, general intangibles, licenses, cash and deposits, bank accounts, deposit accounts, instruments, documents, goods, motor vehicles, investment property and supporting obligations, "**Licenses,**" "**Residence and Care Agreements,**" (as such terms are defined and described in the Security Agreement), all rights, titles, and interests of Concord GP under the "**Community Documents,**" "**Lease,**" "**Working Capital Loan Documents,**" "**Community Loan Documents,**" "**Management Agreement,**" and "**Development Agreement**" (as such terms are defined and described in the Construction Loan Agreement), including all amounts received or due thereunder, including all proceeds which Concord GP is entitled to receive under the Community Loan Documents, to the extent that the same are located at, or are used solely in connection with, or relate to, or arise from the Retirement Community, and the development, financing, and operation of the Retirement Community (excluding certain computer systems) pursuant to and as described in (A) the Security Agreement and (B) the Concord GP Financing Statements; and

ii. first-priority, duly perfected security interests, pledges, assignments, and other liens in, to and against all Project Documents, all Development Documents, and all right, title and interest under the Completion Agreements, including but not limited to, all architectural, engineering, and similar plans, specifications, drawings and reports, including all copyrights relating to the foregoing, surveys, plats, permits and the like, all contracts for design, construction, operation and maintenance of, or provision of services to, the Retirement Community and/or Land, all sewer taps and allocations, agreements for utilities, bonds, letters or credit and the like, all relating to the Land and the Retirement Community, all plans and specifications prepared by Marks, Thomas & Associates, Inc. in connection with the construction of the Retirement Community, together with all additions thereto and replacements, substitutions and modifications thereof, and all design, marketing and construction concepts, residence and care forms, leasing forms belonging to Concord, ERC, or Concord GP or used in connection with the Retirement Community pursuant to and as described in (A) the Assignment of Development Documents, (B) the Assignment of Project Documents, and (C) the Concord GP Financing Statements.

f. All right, title, and interests of the Banks pursuant to and as described in, and all claims against John C. Erickson, Nancy A. Erickson, and Erickson Group under, the

Erickson Group Subordination, and the duly perfected security interests, pledges, assignments, and other liens held by the Administrative Agent for the Lenders in and to the "Subordinated Indebtedness," as defined in the Erickson Group Subordination, and all proceeds thereof, and all rights and interests of John C. Erickson, Nancy A. Erickson, and/or Erickson Group in any of the "Subordinated Documents," as such term is defined in the Erickson Group Subordination, and as described in the UCC-1 Financing Statement against John C. Erickson and Nancy A. Erickson, as debtors, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department as filing no. 181241229, Liber U00401, folio 1100, and among the financing statement records of the Florida Secretary of State as document no. 200500576791, and the UCC-1 Financing Statement against Erickson Group, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of Assessments and Taxation as filing no. 181241228, Liber U00401, folio 1096 (together with the Erickson Group Subordination, "**Erickson Group Subordination Documents**").

g. All right, title and interests of the Banks pursuant to and as described in, and all claims against Tenant under, a Subordination Agreement dated as of August 30, 2005 ("**MG Subordination**") by Tenant, and the duly perfected security interests, pledges, assignments, and other liens held by the Administrative Agent for the Lenders in and to the "Subordinated Indebtedness" as defined in the MG Subordination, and all proceeds thereof, and all rights and interests of Tenant in any of the "Subordinated Documents," as such term is defined in the MG Subordination, and as described in the UCC-1 Financing Statement against Tenant, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Pennsylvania Secretary of the Commonwealth as filing no. 2005091300487, and all right, title and interest of the Tenant in, to and under the Junior Mortgage (as such term is defined below) pursuant to the Collateral Assignment of Junior Mortgage dated as of August 30, 2005 by the Tenant to the Administrative Agent for the Lenders recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083973, in RD Book 03586, page 2289 (collectively, "**MG Subordination Documents**").

h. All right, title and interest of the Banks pursuant to and as described in, and all claims against the Tenant under, a Tenant Subordination Agreement dated as of August 30, 2005 ("**Tenant Subordination**") by Tenant, and pursuant to and as described in the Curative Rights Agreement dated as of August 30, 2005 by Tenant for the benefit of the Administrative Agent for the Lenders (together with the Tenant Subordination, "**Tenant Subordination Documents**").

i. All right, title and interests of the Banks pursuant to and as described in, and all claims against Erickson Construction under, the Erickson Construction Subordination, and the duly perfected security interests, pledges, assignments, and other liens held by the Administrative Agent for the Lenders in and to the "Subordinated Indebtedness" as defined in the Erickson Construction Subordination, and all proceeds thereof, and all rights of Erickson Construction in any of the "Subordinated Documents," as such term is defined in the Erickson Construction Subordination, and as described in the UCC-1 Financing Statement against Erickson Construction, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Maryland State Department of

Assessments and Taxation as filing no. 181241226, Liber U00401, folio 1090 (together with the Erickson Construction Subordination, collectively, "**Erickson Construction Subordination Documents**").

j. All right, title, and interest of the Banks pursuant to and as described in, and all claims against Concord Landholder, LP ("**Strategic/Concord**") under, the Ground Lessor Tri-Party Agreement dated as of October 11, 2005 ("**Strategic/Concord Subordination Agreement**"), recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005106316, RB 03643, page 1185, among the Administrative Agent for the Lenders, Concord, and Strategic/Concord, *inter alia*, subordinating the liens granted to Strategic/Concord with respect to the Retirement Community and the Land to the liens held by Administrative Agent for the Lenders, and subordinating payment of the "Subordinated Obligations" (as defined in the Strategic/Concord Subordination Agreement) to the prior payment in full of the Construction Loan, and under the security interests, pledges, assignments, and other liens granted by Strategic/Concord and held by the Administrative Agent for the Lenders in and to all rights of Strategic/Concord in and to the Ground Lease Agreement dated on or about October 11, 2005 between Strategic/Concord and Concord with respect to the Land, and all of the other agreements between Concord and Strategic/Concord, and all other undertakings of Concord pursuant thereto or in connection therewith, as further described in the Strategic/Concord Subordination Agreement.

k. All right, title, and interest of the Banks pursuant to and as described in, and all claims against Strategic Ashby Ponds Lender, LLC ("**Strategic/Ashby Ponds**") under, the Cross Tri-Party Agreement dated as of May 31, 2007 ("**Strategic/Ashby Ponds Cross Tri-Party Agreement**"), recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2007053485, in RD Book 04129, page 0275, among Strategic/Ashby Ponds, Concord, and the Administrative Agent for the Lenders, *inter alia* subordinating all of the obligations of payment and performance owed to Strategic/Ashby Ponds by Concord to the obligations owed by Concord to the Banks under the Loan Documents, and the mortgages, security interests, pledges, assignments, and other liens held by Strategic/Ashby Ponds in and to the assets and property of Concord to the liens held by the Administrative Agent for the benefit of the Lenders under the Loan Documents, and under the first-priority duly perfected security interests in and to all of Strategic/Ashby Ponds' right, title, and interest under Leasehold Mortgage, Assignment of Rents and Leases, Security Agreement and Fixture Filing from Concord to Strategic/Ashby Ponds dated May 31, 2007 and recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2007053484, RB 04129, page 0215, the Guaranty Agreement by Concord for the benefit of Strategic/Ashby Ponds dated May 31, 2007, and any other documents or instruments executed by Concord for the benefit of Strategic/Ashby Ponds, as further described in Strategic-Ashby Ponds Cross Tri-Party Agreement and in the UCC-1 Financing Statement against Strategic/Ashby Ponds, as debtor, in favor of the Administrative Agent, as secured party, recorded among the financing statement records of the Delaware Secretary of State as filing no. 2007-2196680 (together with the Strategic/Ashby Ponds Cross Tri-Party Agreement, collectively "**Strategic/Ashby Ponds Tri-Party Documents**"), and all right, title, and interest of the Banks pursuant to and as described in, and all claims against Strategic/Concord under, the Cross Tri-Party Agreement dated as of May 31, 2007 ("**Strategic/Concord Cross Tri-Party Agreement**") among Strategic/Concord, Ashburn

Campus, LLC, and PNC Bank, National Association in its capacity as Administrative Agent ("Ashburn Agent") for the lenders party thereto from time to time under the Construction Loan Agreement dated as of May 31, 2007 (as amended from time to time, the "**Ashburn Loan Agreement**"), *inter alia*, subordinating all of the obligations of payment and performance owed to Strategic/Concord by Ashburn to the obligations owed by Ashburn to the Ashburn Agent and the lenders under the Ashburn Loan Agreement, and subordinating the mortgages, security interests, pledges, assignments, and other liens held by Strategic/Concord in and to the assets and property of Ashburn to the liens held by the Ashburn Agent for the lenders under the Ashburn Loan Agreement, and under the first-priority duly perfected security interests in and to all of Strategic/Concord's right, title, and interest under the Indemnity Deed of Trust, Assignment of Rents and Leases, Security Agreement and Fixture Filing by Ashburn to the trustees named therein for the benefit of Strategic/Concord dated May 31, 2007 and recorded among the Land Records of Loudoun County, Virginia as instrument no. 20070612-0044116, the Guaranty Agreement by Ashburn for the benefit of Strategic/Concord dated as of May 31, 2007, and any other documents or instruments executed by Ashburn for the benefit of Strategic/Concord as further described in the Strategic/Concord Cross Tri-Party Agreement, the UCC-1 Financing Statement against Strategic/Concord, as debtor, in favor of the Ashburn Agent, as secured party, recorded among the financing statement records of the Delaware Secretary of State as filing no. 20072196797 (together with the Strategic/Concord Cross Tri-Party Agreement, collectively "**Strategic/Concord Tri-Party Documents**").

True and correct copies of the Pledge Agreement, ERC Financing Statements, and Concord GP Financing Statements, Mortgage Security Documents, Security Agreement and Financing Statements, Assignment of Development Documents, Assignment of Project Documents, Completion Agreements, Tenant Security Documents, MG Consent, Bank Branch Agreement, MG Subordination Documents, Tenant Subordination Documents, Strategic/Concord Subordination Agreement, and Strategic/Ashby Ponds Tri-Party Documents, Strategic/Concord Tri-Party Documents are attached hereto as **Exhibit 7**, **Exhibit 8**, **Exhibit 9**, **Exhibit 10**, **Exhibit 11**, **Exhibit 12**, **Exhibit 13**, **Exhibit 14**, **Exhibit 15**, **Exhibit 16**, **Exhibit 17**, **Exhibit 18**, **Exhibit 19**, and **Exhibit 20** respectively.

A true and correct copy of the form of Residence and Care Agreements (defined above) is attached hereto as **Exhibit 21**. The Lease (defined above) means the Master Lease and Use Agreement dated as of August 30, 2005 by and between Concord and the Tenant, a copy of which is attached hereto as **Exhibit 22**. The Working Capital Loan Documents (defined above) include without limitation, the Working Capital Loan Agreement dated as of August 30, 2005 by and between the Tenant and Concord, the Working Capital Promissory Note dated as of August 30, 2005 by the Tenant and payable to the order of Concord in the originally stated principal amount of Thirty-Four Million Thirty-Six Thousand Dollars (\$34,036,000.00), the Lockbox Account Agreement dated as of August 30, 2005 by and between the Tenant and Concord, copies of which are attached hereto as **Exhibit 23**. The Community Loan Documents (defined above), include without limitation, the Community Loan Agreement dated as of August 30, 2005 by and between the Tenant and Concord, the Community Loan Note dated as of August 30, 2005 by Concord and payable to the order of Tenant in the originally stated principal amount of Four Hundred Thirty-Six Million, Six Hundred Ninety Thousand Dollars (\$436,690,000.00), the Credit Line Deed of Trust, Assignment of Rents, Security Agreement, and Fixture Filing dated

as of August 30, 2005 ("**Junior Mortgage**") by Concord to the Tenant recorded among the Land Records of Delaware County, Pennsylvania as instrument no. 2005083972 in RD Book 03586, page 2250, copies of which are attached hereto as **Exhibit 24**. The Management Agreement (defined above) means the Management and Marketing Agreement dated as of August 30, 2005 between the Tenant and ERC, a copy of which is attached hereto as **Exhibit 25**. The Development Agreement (defined above) means the Development Agreement dated as of August 30, 2005 by and between Concord and ERC, a copy of which is attached hereto as **Exhibit 26**.

The Revolving Loan Notes, the Construction Loan Agreement, the LC Documents, the Guaranty, the Erickson Construction Subordination Documents, the Erickson Group Subordination Documents, the Pledge Agreement, ERC Financing Statements, Concord GP Financing Statements, Mortgage Security Documents, Security Agreement and Financing Statements, Assignment of Development Documents, Assignment of Project Documents, Completion Agreements, Tenant Security Documents, MG Consent, Bank Branch Agreement, MG Subordination Documents, Tenant Subordination Documents, Strategic/Concord Subordination Agreement, Strategic/Ashby Ponds Tri-Party Documents, Strategic/Concord Tri-Party Documents, Community Documents, Lease, Working Capital Loan Documents, Community Loan Documents, Management Agreement, Development Agreement, and the agreements, instruments, and documents referenced therein or executed in connection therewith, are collectively referred to herein as the "**Loan Documents**".

Prior to October 19, 2009 (the "**Petition Date**"), Concord defaulted on its payment obligations to the Banks under the terms and conditions of the Loan Documents. As of Petition Date, the amounts owed to Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, under the Loan Documents were not less than the following:

1. Manufacturers and Traders Trust Company (14.285714286% Lender's Interest)

Principal:	\$9,244,595.34
Interest:	\$ 68,228.83
Late Charges:	\$ 2,142.23
Forbearance Fees:	\$ 200,000.00
Fixed Facility Fee:	\$ 25,000.00
Fixed Agent Fee:	\$ —
Legal Fees and Expenses	
(Counsel for Administrative Agent):	\$ 6,620.24
(Counsel for M&T Bank):	\$ 2,533.10
Professional Fees (non-legal):	\$ 12,782.49
Lien Searches:	\$ 291.71
Title Check Expenses:	\$ 203.57
Outstanding Letters of Credit:	\$ 13,951.96
<u>Letter of Credit Fees:</u>	<u>\$ 40.96</u>
Total (as of Petition Date):	<u>\$9,576,390.43</u>

(Interest rate as of Petition Date = 5.5% [PNC prime rate of 3.25% + 2.25%])
(Per diem interest as of Petition Date = \$9,871.66)

2. Manufacturers and Traders Trust Company, Successor by Merger to Provident Bank of Maryland (7.142857143% Lender's Interest)

Principal:	\$4,622,297.67
Interest:	\$ 34,114.41
Late Charges:	\$ 1,071.11
Forbearance Fees:	\$ 100,000.00
Fixed Facility Fee:	\$ 12,500.00
Fixed Agent Fee:	\$ —
Legal Fees and Expenses	
(Counsel for Administrative Agent):	\$ 3,310.12
(Counsel for M&T Bank/Provident):	\$ 1,247.64
Professional Fees (non-legal):	\$ 6,391.25
Lien Searches:	\$ 145.86
Title Check Expenses:	\$ 101.79
Outstanding Letters of Credit:	\$ 6,975.98
Letter of Credit Fees:	\$ 20.48

Total (as of Petition Date): **\$4,788,176.31**

(Interest rate as of Petition Date = 5.5% [PNC prime rate of 3.25% + 2.25%])
(Per diem interest as of Petition Date = \$9,871.66)

As of December 31, 2009, additional amounts owed to Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, under Loan Documents, were not less than the following:

1. Manufacturers and Traders Trust Company (14.285714286% Lender's Interest)

Interest:	\$102,947.31
Late Charges:	\$ 4,301.22
Legal Fees and Expenses	
(Counsel for Administrative Agent):	\$ 14,729.06
(Counsel for M&T Bank):	\$ 13,559.86
Professional Fees (non-legal):	\$ 8,999.20
Appraisal Fees:	\$ 2,571.43
Other Fees and Expenses:	\$
Total (10/19/09 – 12/31/09):	<u>\$147,108.08</u>

(Interest rate as of Petition Date = 5.5% [PNC prime rate of 3.25% + 2.25%])
(Per diem interest as of Petition Date = \$9,871.66)

2. Manufacturers and Traders Trust Company, Successor by Merger to Provident Bank of Maryland (7.142857143% Lender's Interest)

Interest:	\$51,473.66
Late Charges:	\$ 2,150.61
Legal Fees and Expenses	
(Counsel for Administrative Agent):	\$ 7,364.53
(Counsel for M&T Bank/Provident):	\$ 6,679.74
Professional Fees (non-legal):	\$ 4,499.60
Appraisal Fees:	\$ 1,285.71
Other Fees and Expenses:	\$
Total (10/19/09 – 12/31/09):	<u>\$73,453.85</u>

(Interest rate as of Petition Date = 5.5% [PNC prime rate of 3.25% + 2.25%])
(Per diem interest as of Petition Date = \$9,871.66)

In addition to the foregoing amounts, Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, reserves the right to collect as part of its respective claims against Concord, ERC, Concord GP, Erickson Construction, and Erickson Group, in accordance with the terms of the Loan Documents and applicable law: (i) all post-petition interest and late charges that accrue under the Loan Documents after the Petition Date, and (ii) all pre-petition and post-petition attorneys' fees and expenses that Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, has incurred and hereafter incurs as a result of the filing of this bankruptcy case, the defaults existing under the Loan Documents and the enforcement of rights and remedies of any and all of the Banks under the Loan Documents.

Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, reserves the right to periodically supplement and/or amend this Proof of Claim from time to time and to assert an unsecured claim in this bankruptcy case to the extent that the value of the Collateral is insufficient to satisfy Manufacturers and Traders Trust Company's claims, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, against Concord, ERC, Concord GP, Erickson Construction, and Erickson Group under the Loan Documents. Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, also reserves the right to amend and/or supplement this Proof of Claim in all other respects and to add additional claims of any nature whatsoever, including but not limited to claims entitled to administrative priority.

The filing of this Proof of Claim is not an acknowledgment of admission that the Bankruptcy Court has jurisdiction over Manufacturers and Traders Trust Company's claims, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, against any debtor or non-debtor entity, and Manufacturers and Traders Trust Company, as Lender and as Successor by Merger to Provident Bank of Maryland as Lender, reserves all rights with respect thereto.

SILLS CUMMIS & GROSS
A PROFESSIONAL CORPORATION

**The Legal Center
One Riverfront Plaza
Newark, New Jersey 07102-5400
Tel: 973-643-7000
Fax: 973-643-6500**

**One Rockefeller Plaza
New York, NY 10020
Tel: 212-643-7000
Fax: 212-643-6500**

**Lucas F. Hammonds
Associate
Direct Dial: (973) 286-5534
E-mail: lhammonds@sillscummis.com**

**650 College Road East
Princeton, NJ 08540
Tel: 609-227-4600
Fax: 609-227-4646**

February 24, 2010

By Federal Express

BMC Group, Inc.
Attn: Erickson Retirement Communities, LLC
Claims Processing
18750 Lake Drive East
Chanhassen, MN 55317

Re: Erickson Retirement Communities, LLC; Case No. 09-37010 in
the United States Bankruptcy Court for the Northern District of
Texas

Dear sir or madam:

Enclosed for filing please find original, signed proofs of claim (along with their accompanying addenda) by Manufacturers and Traders Trust Company ("M&T") in its capacity as agent, individually as lender and as risk participant in an interest rate swap, and as successor in interest to Provident Bank of Maryland as lender, against the above-referenced debtor and related debtors whose cases are being administered jointly with the above-referenced case. Enclosed please also find copies of the proofs of claim to be stamped "Filed" and returned in the enclosed self-addressed, pre-paid FedEx envelope upon the filing of the originals.

For your reference, the following tables, titled "As Agent," "Individually as Lender," "Individually as Risk Participant," and "As Successor to Provident Bank of Maryland as Lender," set forth each of the claims submitted by M&T in its various capacities at this time.

SILLS CUMMIS & GROSS
A PROFESSIONAL CORPORATION

BMC Group, Inc.

February 24, 2010

Page 2

As Agent:

<u>Debtor</u>	<u>Case No.</u>	<u>Claim Amount</u>
Erickson Retirement Communities, LLC	09-37010	\$18,474,332.49
Erickson Construction, LLC	09-37016	\$18,474,332.49
Senior Campus Services, LLC	09-37017	\$18,474,332.49

Individually as Lender:

<u>Debtor</u>	<u>Case No.</u>	<u>Claim Amount</u>
Erickson Retirement Communities, LLC	09-37010	\$9,623,335.99
Erickson Retirement Communities, LLC	09-37010	\$62,196,541.70
Erickson Retirement Communities, LLC	09-37010	\$5,154,539.98
Erickson Retirement Communities, LLC	09-37010	\$9,576,390.43
Erickson Retirement Communities, LLC	09-37010	\$7,848,566.24
Dallas Campus GP, LLC	09-37013	\$62,196,541.70
Erickson Group, LLC	09-37015	\$62,196,541.70
Erickson Group, LLC	09-37015	\$5,154,539.98
Erickson Group, LLC	09-37015	\$9,576,390.43
Erickson Group, LLC	09-37015	\$7,848,566.24

SILLS CUMMIS & GROSS
A PROFESSIONAL CORPORATION

BMC Group, Inc.

February 24, 2010

Page 3

Erickson Construction, LLC	09-37016	\$9,623,335.99
Erickson Construction, LLC	09-37016	\$62,196,541.70
Erickson Construction, LLC	09-37016	\$5,154,539.98
Erickson Construction, LLC	09-37016	\$9,576,390.43
Senior Campus Services, LLC	09-37017	\$9,623,335.99
Senior Campus Services, LLC	09-37017	\$62,196,541.70
Ashburn Campus, LLC	09-37018	\$5,154,539.98
Concord Campus, LP	09-37020	\$9,576,390.43
Concord Campus GP, LLC	09-37021	\$62,196,541.70
Concord Campus GP, LLC	09-37021	\$9,576,390.43
Littelton Campus, LLC	09-37023	\$7,848,566.24
Warminster Campus GP, LLC	09-37027	\$62,196,541.70

Individually as Risk Participant:

<u>Debtor</u>	<u>Case No.</u>	<u>Claim Amount</u>
Erickson Retirement Communities, LLC	09-37010	\$3,590,250.00

As Successor to Provident Bank of Maryland as Lender:

<u>Debtor</u>	<u>Case No.</u>	<u>Claim Amount</u>
Erickson Retirement Communities, LLC	09-37010	\$6,219,556.15

SILLS CUMMIS & GROSS
A PROFESSIONAL CORPORATION

BMC Group, Inc.

February 24, 2010

Page 4

Erickson Retirement Communities, LLC	09-37010	\$5,154,539.97
Erickson Retirement Communities, LLC	09-37010	\$4,788,176.31
Dallas Campus GP, LLC	09-37013	\$6,219,556.15
Erickson Group, LLC	09-37015	\$6,219,556.15
Erickson Group, LLC	09-37015	\$5,154,539.97
Erickson Group, LLC	09-37015	\$4,788,176.31
Erickson Construction, LLC	09-37016	\$6,219,556.15
Erickson Construction, LLC	09-37016	\$5,154,539.97
Erickson Construction, LLC	09-37016	\$4,788,176.31
Senior Campus Services, LLC	09-37017	\$6,219,556.15
Ashburn Campus, LLC	09-37018	\$5,154,539.97
Concord Campus, LP	09-37020	\$4,788,176.31
Concord Campus GP, LLC	09-37021	\$6,219,556.15
Concord Campus GP, LLC	09-37021	\$4,788,176.31
Warminster Campus GP, LLC	09-37027	\$6,219,556.15

Please also find a compact disc enclosed containing documents submitted in support of the proofs of claim by M&T in its capacity as agent (*i.e.*, the three claims set forth in the first chart above, under the heading "As Agent") in accordance with the Bankruptcy Court's Order Granting Joint Motion to Establish Protocol Under Federal Rules of Bankruptcy Procedure 3001 and 2019 for Filing Proofs of Claim, entered on February 8, 2010.

SILLS CUMMIS & GROSS
A PROFESSIONAL CORPORATION

BMC Group, Inc.

February 24, 2010

Page 5

Thank you for your assistance in this matter. If you have any questions about or issues with return shipping, please contact me at (973)-286-5534.

Regards,

A handwritten signature in black ink, appearing to read 'L. Hammonds', with a long horizontal flourish extending to the right.

Lucas F. Hammonds

LFH
Enclosures