

Exhibit 3

Confirmation Hearing Notice

**UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

In re:

CORUS BANKSHARES, INC.¹

Debtor.

)
) Chapter 11
)
) Case No. 10-26881 (PSH)
)
)
)

**NOTICE OF (A) APPROVAL OF THE
ADEQUACY OF THE DEBTOR'S DISCLOSURE
STATEMENT, (B) SOLICITATION PROCEDURES, (C) THE
OBJECTION AND VOTING DEADLINES, AND (D) THE CONFIRMATION
HEARING TO CONFIRM THE DEBTOR'S PLAN OF REORGANIZATION**

TO ALL CREDITORS, EQUITY INTEREST HOLDERS AND PARTIES IN INTEREST:

PLEASE TAKE NOTICE THAT on [•], the United States Bankruptcy Court for the Northern District of Illinois (the "Bankruptcy Court") entered an order [Docket No. •] (the "Disclosure Statement Order") approving the *Disclosure Statement for the Debtor's Amended Plan of Reorganization Under Chapter 11 of the Bankruptcy Code* [Docket No. ____] (as may be amended and including all exhibits and supplements, the "Disclosure Statement") for the *Debtor's Amended Plan of Reorganization Under Chapter 11 of the Bankruptcy Code* [Docket No. ____] (as may be amended and including all exhibits and supplements, the "Plan"), as containing adequate information, as required under section 1125(a) of title 11 of the United States Code (the "Bankruptcy Code"), and authorized the Debtor to solicit votes with regard to the acceptance or rejection of the Plan. All capitalized terms used, but not defined herein, shall have the meanings ascribed to such terms in the Plan, the Disclosure Statement, or the *Motion of the Debtor for Entry of an Order Approving: (A) the Adequacy of the Debtor's Disclosure Statement; (B) Solicitation and Notice Procedures with Respect to Confirmation of the Debtor's Plan of Reorganization; (C) the Form of Various Ballots and Notices in Connection Therewith; and (D) the Scheduling of Certain Dates with Respect Thereto* [Docket No. •], as applicable.

PLEASE TAKE FURTHER NOTICE THAT the Debtor has filed certain portions of the supplement to the Plan (the "Plan Supplement"), and will file a complete version of the Plan Supplement on a date that is no later than the date that is ten (10) Business Days prior to the Plan Objection Deadline, or such later date as may be approved by the Bankruptcy Court on notice to parties in interest (the "Plan Supplement Filing Deadline"). After the Plan Supplement Filing Deadline, the Plan Supplement will be available online at <http://www.bmcgroup.com/corus>. If you would like to request a copy of the Plan Supplement, please write to Corus Bankshares, Inc.

¹ The Debtor in this chapter 11 case, along with the last four digits of the Debtor's federal tax identification number, is: Corus Bankshares, Inc. (3592). The location of the Debtor's corporate headquarters and the service address for the Debtor is: 10 S. Riverside Plaza, Suite 1800, Chicago, IL 60606.

c/o BMC Group, Inc., Attn: Kevin Martin, P.O. Box 3020, Chanhassen, Minnesota 55317-3020, or call (888) 909-0100.

PLEASE TAKE FURTHER NOTICE THAT a hearing to confirm the Plan (the "Confirmation Hearing") will commence on [_____, 2011 at [•] a.m./p.m. C.T. before the Honorable Pamela S. Hollis, United States Bankruptcy Judge in Courtroom 644 in the United States Courthouse, 219 South Dearborn Street, Chicago, Illinois. The Confirmation Hearing may be continued from time to time by announcing such continuance in open court or otherwise, without further notice to parties in interest. The Bankruptcy Court, in its discretion and prior to the Confirmation Hearing, may put in place additional procedures governing the Confirmation Hearing. The Plan may be modified, if necessary, prior to, during, or as a result of the Confirmation Hearing, without further notice to interested parties.

PLEASE TAKE FURTHER NOTICE THAT the Voting Record Date for purposes of determining which Holders of Claims are entitled to vote on the Plan was [•], 2011.

PLEASE TAKE FURTHER NOTICE THAT Holders of Claims that were subject to a pending objection by the Debtor as of the Voting Record Date cannot vote on the Plan; *provided, however*, that if the Debtor objects to a Claim on a reduce and allow basis, such Claim may be voted in the reduced amount contained in the objection. Moreover, Holders of Claims cannot vote any disputed portion of their Claim unless one or more of the following has taken place by the day that is at least five (5) Business Days before the Voting Deadline: (a) an order of the Bankruptcy Court is entered allowing such Claim pursuant to section 502(b) of the Bankruptcy Code, after notice and a hearing; (b) an order of the Bankruptcy Court is entered temporarily allowing such Claim for voting purposes only pursuant to Bankruptcy Rule 3018(a), after notice and a hearing; (c) a stipulation or other agreement is executed between the Holder of such Claim and the Debtor resolving the objection and allowing such Claim in an agreed-upon amount; (d) a stipulation or other agreement is executed between the Holder of the such Claim and the Debtor temporarily allowing the Holder of such Claim to vote its Claim in an agreed-upon amount; or (e) the pending objection to such Claim is voluntarily withdrawn by the Debtor (each, a "Resolution Event"). If an objection to a Disputed Claim is filed by the Debtor, the Debtor's notice of objection will inform such Holder of the rules applicable to Disputed Claims and the procedures for seeking a Resolution Event. If the Holder of a Claim receives a Solicitation Package, but the Debtor objects to such Claim after three (3) business days after the Voting Deadline, the Holder's Claim shall be deemed temporarily allowed for voting purposes only without further action by the Holder of such Claim and without further order of the Bankruptcy Court.

PLEASE TAKE FURTHER NOTICE THAT the Bankruptcy Court has established _____, 2011 at 5:00 p.m. C.T. as the deadline to vote on the Plan (the "Voting Deadline"). If you hold a Claim against the Debtor as of the Voting Record Date, and are entitled to vote to accept or reject the Plan, you should have received a Ballot and voting instructions appropriate for your Claim(s). For your vote to accept or reject the Plan to be counted, you must complete all required information on the Ballot, execute, and return the completed Ballot in accordance with the voting instructions. Any failure to follow the voting instructions included with the Ballot may disqualify your Ballot and your vote.

PLEASE TAKE FURTHER NOTICE THAT the Bankruptcy Court has established [____], 2011 at ____ .m. C.T. as the last date and time for filing and serving objections to the Confirmation of the Plan (the “Plan Objection Deadline”). Any objections to the Plan must be in writing; conform to the Bankruptcy Rules and the Local Rules; state the name and address of the objecting party and the amount and nature of the Claim of such Entity; state with particularity the basis and nature of any objection to the Plan and, if practicable, a proposed modification to the Plan that would resolve such objection; and be filed, together with proof of service, with the Bankruptcy Court and served so that they are actually received no later than the Plan Objection Deadline, by the following parties:

<p>KIRKLAND & ELLIS LLP David R. Seligman Jeffrey W. Gettleman 300 North LaSalle Chicago, Illinois 60654</p>	
<p><i>Counsel to the Debtor</i></p>	
<p>KILPATRICK STOCKTON LLP Todd Meyers Robbin S. Rahman 1100 Peachtree Street NE Suite 2800 Atlanta, GA 30309-4530</p>	<p>NEAL GERBER & EISENBERG LLP Mark Berkoff Deborah Gutfeld Nicholas M. Miller Two N. LaSalle Street Suite 1700 Chicago, IL 60602-3801</p>
<p><i>Co-Counsel to the Committee</i></p>	
<p>OFFICE OF THE UNITED STATES TRUSTEE FOR THE NORTHERN DISTRICT OF ILLINOIS M. Gretchen Silver 219 South Dearborn Street, Room 873 Chicago, IL 60604</p>	

PLEASE TAKE FURTHER NOTICE THAT the Debtor will serve paper copies of the Disclosure Statement Order, the Disclosure Statement, and all exhibits to the Disclosure Statement, including the Plan, on the U.S. Trustee for the Northern District of Illinois, counsel to the Committee, all parties in interest who have requested notice pursuant to Bankruptcy Rule 2002 as of the Voting Record Date and all parties entitled to vote to accept or reject the Plan. Holders of Claims who are entitled to vote to accept or reject the Plan shall receive a Solicitation Package, which shall contain, among other things, paper copies of this Confirmation Hearing Notice, applicable Ballot(s), and the Solicitation Procedures. The Solicitation Package (except the Ballots) may also be obtained at no charge by: (a) accessing BMC Group, Inc.’s website at www.bmcgroup.com/corus, (b) writing to Corus Bankshares, Inc. c/o BMC Group, Inc., Attn: Kevin Martin, P.O. Box 3020, Chanhassen, Minnesota 55317-3020, or (c) calling the Claims and Solicitation Agent at (888) 909-0100.

PLEASE TAKE FURTHER NOTICE THAT the Bankruptcy Court has approved the date that is two (2) Business Days after the Confirmation Hearing as the Distribution Record Date for purposes of determining which creditors are entitled to receive Distributions under the Plan.

RELEASE, EXCULPATION, AND INJUNCTION LANGUAGE IN THE PLAN.
PLEASE BE ADVISED THAT THE PLAN CONTAINS THE BELOW RELEASE, EXCULPATION, AND INJUNCTION PROVISIONS. HOLDERS OF CLAIMS (A) VOTING TO ACCEPT THE PLAN, (B) VOTING TO REJECT THE PLAN BUT NOT OPTING OUT OF THE RELEASE PROVISIONS OR (C) ABSTAINING FROM VOTING ON THE PLAN AND ELECTING NOT TO OPT-OUT OF THE RELEASE PROVISIONS, SHALL BE DEEMED TO ACCEPT THE RELEASE PROVISIONS IN ARTICLE IX OF THE PLAN. HOLDERS OF CLAIMS THAT ABSTAIN FROM VOTING ON THE PLAN MAY ACCEPT OR REJECT THE RELEASE PROVISIONS IN ARTICLE IX OF THE PLAN. YOU ARE ADVISED TO CAREFULLY REVIEW AND CONSIDER THE PLAN, INCLUDING THE RELEASE, EXCULPATION, AND INJUNCTION PROVISIONS, AS YOUR RIGHTS MIGHT BE AFFECTED.

ARTICLE IX.C.1: RELEASES OF THIRD PARTIES BY THE DEBTOR. Notwithstanding anything contained in the Plan to the contrary, on the Effective Date and effective as of the Effective Date, the Debtor on behalf of itself and the Estate, for the good and valuable consideration provided by each of the Releasees, including, without limitation, the services of the Debtor's officers, employees and directors, hereby provides a full release to the Releasees (and each such Releasee so released shall be deemed released by the Debtor) and their respective properties from any and all Causes of Action and any other debts, obligations, rights, suits, damages, actions, derivative claims, remedies and liabilities whatsoever, whether known or unknown, foreseen or unforeseen, existing as of the Effective Date, in law, at equity, whether for tort, contract, violations of federal or state securities laws, or otherwise, based in whole or in part upon any act or omission, transaction, or other occurrence or circumstances existing or taking place prior to or on the Effective Date arising from or related in any way to the Debtor, including, without limitation, those that the Debtor or Reorganized Debtor would have been legally entitled to assert or that any Holder of a Claim against or Equity Interest in the Debtor or other Entity would have been legally entitled to assert for or on behalf of the Debtor, the Reorganized Debtor or the Estate and further including those in any way related to the Chapter 11 Case or the Plan; provided, however, that the foregoing provisions shall have no effect on the liability of any Releasee that results from any act or omission (a) that is determined in a Final Order to be solely due to such Releasee's own gross negligence or willful misconduct; or (b) with respect to Releasees that are or were accountants, investment bankers, financial advisors, or non-legal consultants to the Debtor, occurring prior to December 1, 2008. For the avoidance of doubt, nothing contained herein shall limit or restrict in any way the ability of the Reorganized Debtor to pursue Avoidance Actions against the issuers of the Excess Policies.

ARTICLE IX.C.2: RELEASES OF THIRD PARTIES BY OTHERS. Subject to Article IX.G.5 of the Plan, notwithstanding anything contained in the Plan to the contrary, on the Effective Date and effective as of the Effective Date, the Releasing Parties shall be deemed to provide a full release to the Releasees and their respective property from any and all Causes of Action, whether known or unknown, whether for tort, contract, violations of federal or state securities laws or otherwise, and all direct claims, based in whole or in part upon any act or omission, transaction, or other occurrence or circumstances existing or taking place prior to or on the Effective Date arising from or related in any way to the

Debtor, including those in any way related to the Chapter 11 Case or the Plan; provided, however, that the foregoing provisions shall have no effect on the liability of any Releasee that results from any act or omission that is determined in a Final Order to be solely due to such Releasee's own gross negligence or willful misconduct; *provided, further, however* that other than as set forth in Article IX.C of the Plan, nothing in the Plan or the Confirmation Order shall affect, release, enjoin or impact in any way the prosecution of any claims by the FDIC against any non-Debtor, including the Releasees.

ARTICLE IX.C.3: Entry of the Confirmation Order shall constitute the Bankruptcy Court's approval of the releases set forth in Article IX.C of the Plan pursuant to Bankruptcy Rule 9019 and its finding that the releases are: (i) in exchange for the good and valuable consideration provided by the Releasees, a good faith settlement and compromise of the Claims released by releases set forth in this Article IX.C; (ii) in the best interests of the Debtor and all Holders of Claims; (iii) fair, equitable and reasonable; (iv) given and made after due notice and opportunity for hearing; and (v) a bar to any of the Debtor or Reorganized Debtor, the Committee, or the Holders of Claims against the Debtor asserting any Claim released by the Releasing Parties set forth in this Article IX.C against any of the Releasees.

ARTICLE IX.D: EXCULPATION. Notwithstanding anything contained in the Plan to the contrary, the Exculpated Parties shall neither have nor incur any liability to any Entity for any and all claims and Causes of Action arising on or after the Petition Date, including any act taken or omitted to be taken in connection with, or related to, formulating, negotiating, preparing, disseminating, implementing, administering, confirming or consummating the Plan, the Disclosure Statement, or any other contract, instrument, release or other agreement or document created or entered into in connection with the Plan or any other act taken after the Petition Date or omitted to be taken in connection with or in contemplation of the transactions occurring in the Chapter 11 Case; provided, however, that the foregoing provisions shall (a) have no effect on the liability of any Exculpated Party that results from any act or omission that is determined in a Final Order to be solely due to such Exculpated Party's own gross negligence or willful misconduct; and (b) not preclude any Entity from objecting to Accrued Professional Compensation or fees and expenses previously awarded that if unpaid would constitute Accrued Professional Compensation, TOPrS Indenture Trustee Fees in accordance with Article IV.C.3 of the Plan or Tricadia Fees in accordance with Article IV.C.4 of the Plan.

ARTICLE IX.G: RELEASE AND INJUNCTION.

1. Except as otherwise expressly provided for in the Plan or in obligations issued pursuant to the Plan from and after the Effective Date, all Entities are permanently enjoined from commencing or continuing in any manner against the Debtor, the Reorganized Debtor, the Releasees, their successors and assigns, and their assets and properties, as the case may be, any suit, action or other proceeding, on account of or respecting any Claim, demand, liability, obligation, debt, right, Cause of Action, interest or remedy released or to be released, exculpated, or to be exculpated, pursuant to the Plan or the Confirmation Order.

2. Except as otherwise expressly provided for in the Plan or in obligations issued pursuant to the Plan, from and after the Effective Date, all Entities shall be precluded from asserting against the Debtor, the Reorganized Debtor, or their successors and assigns and their assets and properties, any other Claims or Equity Interests based upon any documents, instruments, or any act or omission, transaction or other activity of any kind or nature that occurred prior to the Effective Date provided, however, nothing in the Plan, any order confirming the Plan shall preclude Lead Plaintiff and/or the putative securities class from pursuing their claims against the Debtor in the District Court solely to the extent of any available insurance coverage and any available insurance proceeds provided, further, the Claims of Lead Plaintiff and the Class against the Debtor, solely to the extent of any available insurance, are preserved and not discharged by the Plan.
3. Except as otherwise expressly provided for in the Plan or in obligations issued pursuant to the Plan, the rights afforded in the Plan and the treatment of all Claims and Equity Interests in the Plan shall be in exchange for and in complete satisfaction of Claims and Equity Interests of any nature whatsoever, including any interest accrued on Claims from and after the Petition Date, against the Debtor or Reorganized Debtor or any of their assets or properties. On the Effective Date, all such Claims against, and Equity Interests in, the Debtor shall be satisfied and released in full.
4. Except as otherwise expressly provided for in the Plan or in obligations issued pursuant to the Plan, all Parties and Entities are permanently enjoined, on and after the Effective Date, on account of any Claim against or Equity Interest in the Debtor that is satisfied and released hereby, from:

 - (a) commencing or continuing in any manner any action or other proceeding of any kind against the Debtor, the Reorganized Debtor their successors and assigns and their assets and properties;
 - (b) enforcing, attaching, collecting or recovering by any manner or means any judgment, award, decree or order against the Debtor, the Reorganized Debtor their successors and assigns and their assets and properties;
 - (c) creating, perfecting or enforcing any encumbrance of any kind against the Debtor, the Reorganized Debtor or the property or Estate of the Debtor or Reorganized Debtor;
 - (d) asserting any right of setoff or subrogation of any kind against any obligation due from the Debtor or against the property or Estate of the Debtor or Reorganized Debtor, except to the extent a right to setoff or subrogation is asserted with respect to a timely filed Proof of Claim; or
 - (e) commencing or continuing in any manner any action or other proceeding of any kind in respect of any Claim against or Equity Interest in the Debtor or Cause of Action that is released or settled hereunder.

5. **Nothing in the Plan or in any order confirming the Plan shall (a) affect, release, enjoin or impact in any way the prosecution of the claims asserted, or to be asserted (based generally on the current allegations in the Securities Litigation) against any non-Debtor, including the Individual Non-Debtor Defendants, in the Securities Litigation or (b) preclude Lead Plaintiff and/or the putative securities class from seeking discovery from the Reorganized Debtor or such other transferee of the Debtor's assets. Further, to the extent a member of the putative securities class holds a Claim (in addition to a Claim based upon the allegations of the Securities Litigation) that is entitled to vote to accept or reject the Plan, that vote (or failure to opt out or opt in) shall not be deemed to release that putative securities class member's Claim in the Securities Litigation.**