

**Subject:** Personal Privacy  
**From:** Investment Adviser #1 Scientist  
**Date:** Fri, 14 Nov 2003 11:51:10 -0500 (EST)  
**To:** Investment Adviser #1 Portfolio Manager  
**CC:** Personal Privacy

Committee members,

I share the concern at Personal Privacy about the Personal Privacy investment.  
Investment Adviser #1 Portfolio Manager

In note, I am most worried about the new information in the statement from the ex-Madoff trader to the effect that "Madoff cherry-picks trades and 'takes them for the hedge fund'." We at Investment Adviser have totally independent evidence that Madoff's executions are highly unusual.

I do not know what to make of the consultant saying "Madoff will have a serious problem within a year."

In all, I very much agree with the sentiment "It's high season on money managers, and Madoff's head would look pretty good above Elliot Spitzer's mantle. I propose that unless we can figure out a way to get comfortable with the regulatory tail risk in a hurry, we get out. The risk-reward on this bet is not in our favor."

A last quote, from Personal Privacy I believe: "If you are going to panic, panic early."

Investment Adviser #1 Scientist