

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

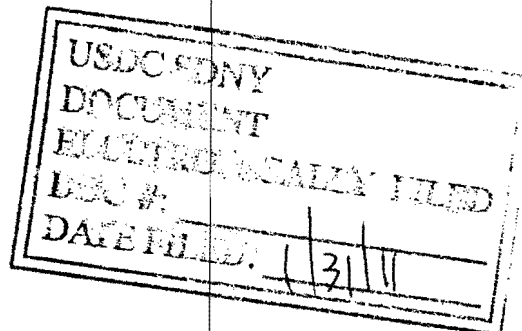
SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

-against-

GALLEON MANAGEMENT, LP,
RAJ RAJARATNAM,
RAJIV GOEL,
ANIL KUMAR,
DANIELLE CHIESI,
MARK KURLAND,
ROBERT MOFFAT,
NEW CASTLE FUNDS LLC,
ROOMY KHAN,
DEEP SHAH,
ALI HARIRI,
ZVI GOFFER,
DAVID PLATE,
GAUTHAM SHANKAR,
SCHOTTENFELD GROUP LLC,
STEVEN FORTUNA,
and
S2 CAPITAL MANAGEMENT, LP,

Defendants.



09 Civ. 8811 (JSR)

ECF CASE

**STIPULATION AND ORDER AS TO
DEFENDANT NEW CASTLE FUNDS LLC**

WHEREAS, Defendant New Castle Funds LLC ("Defendant") acknowledges having been served with the Second Amended Complaint ("Complaint") in this action and admits the Court's jurisdiction over Defendant and over the subject matter of this action;

WHEREAS, Defendant has wound down its business and is no longer operating as an investment advisor;

WHEREAS, Defendant has filed Form ADV-W with plaintiff Securities and Exchange Commission (the "Commission"), withdrawing its registration as an investment adviser pursuant to the Investment Advisers Act of 1940, and represents, as a condition of this stipulation, that it will not engage in further operations;

WHEREAS, Defendant hereby agrees to cooperate with the Commission in connection with this action and any related investigation by the Commission staff;

WHEREAS, in light of the foregoing, the Commission agrees to dismiss its claims against Defendant;

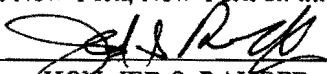
WHEREAS, this Court has jurisdiction over the subject matter of this action and venue is proper in the Southern District of New York;

WHEREAS, Defendant hereby waives any rights under the Equal Access to Justice Act, the Small Business Regulatory Enforcement Fairness Act of 1996, or any other provision of law to seek from the United States, or any agency, or any official of the United States acting in his or her official capacity, directly or indirectly, reimbursement of attorney's fees or other fees, expenses, or costs expended by Defendant to defend against this action. For these purposes, Defendant agrees that Defendant is not a prevailing party in this action since the parties have reached this Stipulation in good faith;

WHEREAS, the Court finds that there is good cause for the entry of this Stipulation and Order and that there is no just reason for delay;

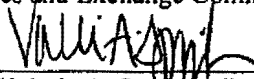
THEREFORE, pursuant to this Stipulation and Order, the Court hereby dismisses the Commission's claims against New Castle Funds LLC, with prejudice.

IT IS SO ORDERED, at New York, New York on this 31st day of January, 2011.

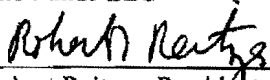

HON. JED S. RAKOFF
UNITED STATES DISTRICT JUDGE

CONSENTED TO AND APPROVED FOR ENTRY BY:

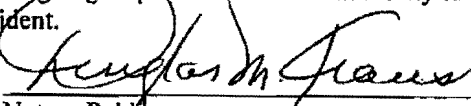
Dated: January 27, 2011

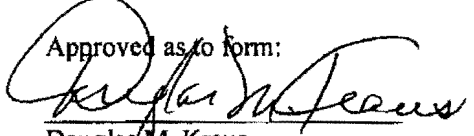
Securities and Exchange Commission
By: 
Valerie A. Szczepanik
Senior Trial Counsel
U.S. Securities and Exchange Commission
New York Regional Office
3 World Financial Center, Suite 400
New York, NY 10281-1022
Telephone: (212) 336-1100

Dated: Dec 6, 2010

New Castle Funds LLC
By: 
Robert Reitzes, President
New Castle Funds LLC

On Dec. 6, 2010, Robert Reitzes, a person known to me, personally appeared before me and acknowledged executing the foregoing Stipulation with full authority to do so on behalf of New Castle Funds LLC, as its President.


Notary Public
Commission expires:

Approved as to form:

Douglas M. Kraus
Steven R. Glaser
Skadden, Arps, Slate, Meagher & Flom LLP
Four Times Square
New York, NY 10036
Ph: (212) 735-2510
Attorneys for Defendant New Castle Funds LLC

DOUGLAS M. KRAUS
Notary Public, State of New York
No. 60-3000179
Qualified in Westchester County, NY
Commission Expires 7/31/14