

Exhibit 36

From: Georgette Wong
To: Samantha Hojo
Subject: n/a
Date: 09/06/2005 15:39:13 (GMT-05:00)

Georgette Wong
GWong@SterlingStamos.com
<http://www.sterlingstamos.com>

<<http://www.sterlingstamos.com/>>

575 Fifth Avenue
New York, NY 10017
T 212 485 4370
F 212 485 4371

2400 Sand Hill Road
Menlo Park, CA 94025
T 650 233 0263
F 650 233 0202

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Attachments: Bayou_Talking Points_DRAFT.doc;image001.gif

Trustee
Exhibit: 269
Wit:
Date: 1.6.12
Leslie Rockwood CSR RPR

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POTENTIAL TALKING POINTS
DRAFT AS OF [DATE]

1. Original Bayou Talking Points from 8/25/05
2. Letter to Investors (draft attached)
3. [Johnny's memo re: Bayou redemption]
4. [possible questions]

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R. C. AULETTA AND COMPANY, LLC.
59 EAST 54TH STREET · NEW YORK, NY 10022 · TEL (212) 355-0400

FOR YOUR APPROVAL
Draft #1

TALKING POINTS TO INVESTORS REGARDING
BAYOU FUND

- We redeemed our investments in the Bayou Funds in early February 2005.
- We redeemed because Bayou seemed to be drifting away from its short-term trading focus which was the reason we had invested with them.
- We pride ourselves on doing extreme due diligence with all our investments to protect our investors and will continue to do so.

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T:\Sterling Stamos\PR\Bayou Comments (8-25-05).doc

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[From 12:01 p.m. today – insert final copy here]
September 9, 2005

Sterling Stamos
575 Fifth Avenue, 40th Floor
New York, NY 10017

Dear Partner:

As you know, we called you this week to inform you about Bayou Management LLC (“Bayou”). As we shared with you, we redeemed our investments in Bayou as a result of an investment style change that we considered unacceptable for our funds. At the time of our redemption, our funds were subject to a hold back.

While the possibility of retrieving the outstanding capital still exists, we have decided to take a conservative approach and write down the outstanding balance as a loss. The accounts of investment partners who invested with us as of March 1, 2005 will not be affected, as we were no longer invested in Bayou. Investment partners who were invested with Sterling Stamos prior to March 1 will receive restated account balances from February 2005 forward reflecting the write down. In the event any outstanding capital is recovered, Sterling Stamos will return a pro rata share of the funds to all those affected.

Guided by our firm’s principles of partnership, trust, and service, we will continue to put our investment partners’ interests first. We are concerned by the questions being raised about Bayou and its management and are taking action to protect our investment partners now and in the future.

Please feel free to contact XX with any questions you may have.

As always, thank you for the privilege of being your investment partner.

Best regards,

Peter S. Stamos
CEO

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[hold for Johnny's memo re: Bayou redemption]

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Possible additional questions:

1. When did you know about the lawsuits regarding Bayou?

Our answer to Ueda: "I will try and gather more information to address this question."

What happened: We first learned about the Westervelt family lawsuit against Bayou last December when we completed background checks on Sam Israel III and Dan Marino.

2. When did you first make an investment in Bayou?

Our first investment in Bayou was Oct 1, 2003. (our answer to Ueda that was based on the Portfolio Team's investment memorandum.)

[According to Finance's inflows and outflows, our actual first investment in Bayou was April 03. See attached sheets]

3. How much did Sterling Stamos invest? Total amount invested was approximately \$60M.
4. How much did you invest in each fund? Please see attached sheets.
5. How much do you still have in holdback? The holdback varies per fund. In aggregate, we have approximately \$6.5M in holdback.
6. What other managers are you concerned with? How are you making changes to your portfolio?

[KO please fill in]

7. What is your due diligence process? Has anything changed in your process due to Bayou?

[KO to complete]

From finance's "Bayou Workpapers"

OFFSHORE				
	Liquidity	Growth	Security	Levered
2/1/05 AUM			REDACTED	
Bayou 10% Holdback	81,168	328,865	619,849	2,023,121
100% Write-off			REDACTED	
8/1/05 Est. AUM				
Bayou 10% Holdback	81,168	328,865	619,849	2,023,121
100% Write-off			REDACTED	

ONSHORE				
	Liquidity	Growth	Security	F&F
2/1/05 AUM			REDACTED	
Bayou 10% Holdback	584,909	828,431	1,792,219	255,128
100% Write-off			REDACTED	
8/1/05 Est. AUM				
Bayou 10% Holdback	584,909	828,431	1,792,219	255,128
100% Write-off			REDACTED	

OFFSHORE - Activity				
	Liquidity	Growth	Security	Levered
Jul-03	-	-	-	3,250,000
Aug-03	-	-	-	-
Sep-03	-	-	-	750,000
Oct-03	-	-	-	1,000,000
Nov-03	-	-	-	-
Dec-03	-	-	-	500,000
Jan-04	-	-	-	3,000,000
Feb-04	-	100,000	-	-
Mar-04	-	-	-	1,000,000
Apr-04	-	250,000	-	2,000,000
May-04	-	-	-	-
Jun-04	-	-	-	-
Jul-04	-	1,500,000	-	5,000,000
Aug-04	-	-	-	-
Sep-04	-	1,000,000	-	-
Oct-04	-	-	750,000	-
Nov-04	-	-	2,000,000	-
Dec-04	-	-	2,000,000	-
Jan-05	500,000	-	-	-
Feb-05	250,000	-	1,250,000	-
Mar-05	(760,568)	(3,081,917)	(6,182,765)	(18,952,321)

ONSHORE				
	Liquidity	Growth	Security	F&F
Apr-03	-	-	1,250,000	750,000
May-03	-	-	-	200,000
Jun-03	-	-	-	-
Jul-03	-	-	-	-
Aug-03	-	-	1,500,000	-
Sep-03	-	-	-	-
Oct-03	-	1,300,000	-	-
Nov-03	-	800,000	-	-
Dec-03	-	1,000,000	-	1,000,000
Jan-04	-	-	-	-
Feb-04	-	400,000	-	-
Mar-04	-	1,250,000	1,000,000	-

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Apr-04	-	2,000,000	-	-
May-04	-	-	-	-
Jun-04	-	-	-	-
Jul-04	500,000	-	-	-
Aug-04	1,500,000	-	-	-
Sep-04	-	-	-	-
Oct-04	-	-	-	-
Nov-04	1,250,000	-	-	-
Dec-04	-	-	7,500,000	-
Jan-05	-	-	4,500,000	-
Feb-05	2,000,000	-	-	-
Mar-05	(5,479,509)	(7,760,932)	(16,789,719)	(2,390,228)