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PRESS RELEASE

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SECURITIES COMMISSIONER OBTAINS COURT ORDER PLACING HEDGE FUNDS IN RECEIVERSHIP

Denver, Colorado --- Colorado Securities Commissioner Fred J. Joseph announced today that Denver District Court Judge Gloria A. Rivera entered an Order appointing a Receiver over two Colorado Springs area hedge funds, Integrity Fund, LP, and Integrity Fund II, LP, and the adviser to the two funds, Secured Financial Companies, Inc. The Receiver appointed by the Court is Andrew C. Snyder, Esq.

In addition, Commissioner Joseph has filed a complaint in Denver District Court against these entities, and their principal, Brian J. Peterson, alleging that they have violated the anti-fraud provisions of the Colorado Securities Act in connection with the operation of the two hedge funds by Mr. Peterson. The Complaint alleges that beginning in approximately February, 2004, about 30-40 investors invested approximately \$3 million into the two funds. Each hedge fund was marketed as a fund-of-funds. A fund-of-funds is an investment fund that pools investor funds and then re-invests the pooled investor money in other investment funds run by other investment advisers and financial managers. The Complaint alleges that Mr. Peterson has effectively abandoned the operation and management of the funds, and has been uncommunicative with investors. The

Complaint also alleges further violations of the Act, including self-dealing by Mr. Peterson, and breach of Mr. Peterson's fiduciary duties to the investors.

"Our investigation of this matter is on-going," said Commissioner Joseph. "The appointment of the Receiver will serve to preserve and protect the assets of these funds for the benefit of the investors while the investigation continues."

The Integrity Funds conducted business at 90 S. Cascade Avenue, Suite 1110, Colorado Springs, Colorado. Brian Peterson's last known address is 3770 Strawberry Field Grove, #G, Colorado Springs, Colorado.

The Commissioner is represented in the action by attorneys from the office of State Attorney General John W. Suthers.

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