INSTRUCTIONS FOR PROOF OF CLAIM FORM

Trigon Group, Inc., Daren L. Palmer, Yost Entities

Instructions

The attached "Proof of Claim" Form has been approved by the District Court of Idaho. It is the exclusive method for investors and others to assert claims against any of the monies or assets of Trigon Group, Inc. and Daren Palmer which have been or should be delivered to the Court-appointed Receiver. Persons who invested in Trigon through Daren Palmer, Duane Yost, or one of the companies controlled by Palmer or Yost, may complete this claim form and submit it to the Receiver. Persons who have other claims against Trigon or Palmer's assets also may use this form to make claims.

The following guidelines apply to this Proof of Claim Form:

- <u>Documents</u>. The Receiver will make an initial evaluation of the claim based on records deemed to be reliable. Investors are strongly encouraged to submit copies of documents establishing that funds were sent to Trigon or Yost in order to establish the amount invested. Copies of bank documents will be the most persuasive means of demonstrating how much money was invested. *Note: because investment account statements sent to investors did not reflect actual profits earned by the company, copies of account statements received from Trigon or Yost will not be deemed reliable indications of monies invested. In the event the documents submitted by investors show different results than bank records reconstructed by the Receiver, the Receiver will base his recommendation to the Court on the records deemed most reliable.*
- 2. <u>Signed Under Oath</u>. The Proof of Claim Form must be signed under penalty of perjury. If the amount of a claim is based on false or misleading information, the Receiver may recommend that the entire claim be denied.
- 3. <u>Confidentiality</u>. The Receiver will endeavor to maintain the confidentiality of information submitted by claimants, by assigning a claim number to each claim. Public filings will refer to claims by claim number. The Receiver will provide to the Court and to the SEC and CFTC information allowing them to identify each claimant.
- 4. <u>Types of Claims</u>. Persons whose claims are based on "investments" made with Trigon, Palmer, and Yost should list those investments in Section B of the Proof of Claim Form. Persons whose claims are based on other business dealings with Trigon should complete Section C of the Proof of Claim Form. Claimants may make claims under both sections if they had investment dealings with Trigon and Yost and non-investment claims with Trigon. Unsecured claims arising from non-investment dealings with Trigon are less likely to be deemed valid claims against the assets of Trigon and Palmer.
- 5. <u>Classes of Claims</u>. The Receiver may recommend to the Court that claims be divided into more than one class, with higher percentages of claims being paid to certain classes.

Claims that may be assigned to classes receiving lower percentages of recovery might include claims for non-investment business dealings with Trigon, claims by family members or business associates, claims by persons who may have had knowledge of the true financial condition of Trigon or who otherwise may not have acted in complete good faith, claims based on goods or services, and claims containing false or misleading information.

- 6. <u>Allowable Claims will be Based on the Principal Amount of Investment</u>. The amount of valid claims determined by the Receiver will be based on the amount of funds actually paid to Trigon or Yost, not based on profits reported on account statements prepared by Trigon, Palmer, or Yost. Because it is expected that there will only be enough money to pay a portion of valid claims, no one will be allowed to recover more than the amount of their actual investment unless all investors recover at least the amount of their investment.
- 7. <u>Submission Deadline</u>. The Proof of Claim Form must be sent to the Receiver and delivered or postmarked by February 28, 2010. Claims postmarked or delivered after that date may be denied. If you are aware of other claimants, please encourage them to submit claims before the deadline. Additional copies of this Proof of Claim Form are available on the Receiver's website at <u>www.kleinutah.com</u>. Proof of Claim Forms and documentation supporting the claim should be mailed, instead of being sent electronically. The Receiver cannot confirm the receipt of claim documents sent electronically. *Claim forms should NOT be sent to the court*.
- 8. <u>Keep a Copy</u>! Claimants should keep a copy of the Proof of Claim Form and supporting documentation. Claimants should keep their original copies of supporting documents and send photocopies to the Receiver. The Receiver will contact you if he needs the original documents for review.
- 9. <u>Steps in the Claim Review Process</u>.
 - a. Proof of Claim Forms will be reviewed for completeness when received. If required information (such as a signature) is missing, the claimant will be contacted and given an opportunity to submit the missing information before the deadline.
 - b. The Receiver will determine the validity of the amount of the claim by reviewing the Proof of Claim Form and supporting documentation and by comparing the claim with the financial records reconstructed by the Receiver. If the records do not match, the Receiver will make his recommendations based on records he deems most accurate – whether from the claimant or from the Receiver's analysis.
 - c. The Receiver will make a determination of the Preliminary Allowable Claim Amount. *Note: This is the amount that the claimant can validly claim against the amount of assets recovered by the Receiver. It does* **not** *mean that that amount will be available for payment. The amount actually paid to claimants is expected*

to be significantly less than the amount of allowable claims because we anticipate that there will be valid claims for more money than will be recovered.

- d. Claimants will be notified of the Receiver's determination of their Preliminary Allowable Claim Amount. Claimants who disagree with the Receiver's determination of the preliminary allowable claim amount will have thirty (30) days to provide additional documentation to support the amount of their claim or to persuade the Receiver that his preliminary determination should be modified.
- e. The Receiver will file with the Court his recommendations of the Allowable Claim Amount for each claimant.
- f. Claimants who disagree with the Receiver's recommendation will have thirty (30) days from the time the Receiver's recommendations are filed with the Court to file with the Court an objection to the Receiver's recommendation.
- g. The Court will establish a process for evaluating and ruling on the objections.
- h. When the Court has ruled on the objections, the list of allowable claim amounts will be deemed final.
- i. Distribution of funds recovered from Trigon, Palmer, and Yost will be made on a pro-rata basis based on the final allowable claim amounts.

Date	Event
February 28, 2010	Deadline for submission of Proof of Claim Forms.
April 1, 2010	Receiver will complete his initial review of claim forms and will send
	notice of Preliminary Allowable Claim Amounts.
May 1, 2010	Deadline for submission of any additional information by claimants
	disagreeing with the Preliminary Allowable Claim determination and
	requesting additional review.
June 1, 2010	Receiver will file a report to the Court listing his recommendations for
	Allowable Claim Amounts. This report will also be mailed to all
	claimants.
July 1, 2010	Deadline for claimants to file with the Court any objections to the
	Receiver's recommendation of allowable claims.
September 1, 2010	Goal for completion of the Court's review of objections, creation of a final
	list of allowable claims, and Court approval of a distribution plan.
	Distributions of funds can begin.

10. <u>Timetable</u>. The following is the expected timetable for determining allowable claims:

The Proof of Claim Form must be mailed by *February 28, 2010* to the Receiver at:

Trigon Claim Form Wayne Klein, Receiver 299 South Main, Suite 1300 Salt Lake City, UT 84111