

EXHIBIT II

Memorandum Relating to Trust Management Accounting and Software (TMAS)

The Receiver has been provided by Intrust management with a basic understanding of the structure of TMAS. The system resides on an AS400 computer platform and is networked to individual users' workstations. Intrust purchased the source code from HWA International, the developers of TMAS, in December 1994. Management has advised that Intrust has made modifications to the system since that date to manage the growing number of trust and asset types as well as the overall size of the portfolio. The system limitations and aged technology have prevented the Receiver from efficiently obtaining accurate historic data. The following provides an overview of some of these limitations:

The Receiver performed a number of data analysis procedures on the system and noted the following:

- Obtaining timely and accurate historical information from TMAS is difficult and inconsistent. Intrust's Systems Manager is the only qualified employee capable of initiating system inquiries and producing reports.
- Intrust's version of TMAS is not designed to query accounts or produce reports to obtain customer balances at any point in time other than the date of the last transaction posting. When Intrust posts transactions to TMAS, a Trust Holdings File ("THF") is updated. The THF is essentially a snapshot of customer accounts at that point in time. Obtaining customer balances as of any historical date would require rolling back and analyzing data on a transaction by transaction basis to re-create accurate statements.
- Intrust employees and third party programming consultants have attempted to roll back transaction activity to re-create historical statements. To date, these efforts have not been successful.
- Account balances in TMAS may not be reliable and accurate as of any given date because of, for example, timing issues, input and coding errors and inaccurate account values. Management advises that market value adjustments are often made after statements are generated. This situation is most prevalent when Intrust's electronic pricing service, DTN Financial Services, does not contain updates for specific assets such as foreign stocks, LLP's, LLC's, real estate and viaticals. In these cases, Intrust employees research market values and manually post these values to TMAS. However, not all accounts are updated.
- A significant percentage of accounts are updated on a monthly or quarterly basis in TMAS. Obtaining values as of any date other than a month end would require analyzing third party statements in order to trace account activity to derive an asset

position as of the particular date. As it relates to commodities accounts, deriving asset positions and asset values as of such a date may not be possible.

- Intrust typically retains system backup tapes for a period of only thirty days. Recreating balances for historical dates would be limited by the availability of these tapes.
- Intrust does not maintain hard copies of monthly statements and accessing records electronically is difficult. Obtaining a complete and accurate set of statements as of a particular historical date would require analyzing data online and saved in PDF files. Thereafter, a reconciliation process would be required to identify assets which are accounted for twice in Intrust records, to ensure that the cut-off of transactions was complete and accurate and to update accurate market values for assets that did not reflect appropriate balances as of the statement date. Such a process would be massive, time consuming and costly.