

THE JAMESTOWN STATE BANK

422 WALNUT ST., P.O. BOX 285
JAMESTOWN, KANSAS 66948

JOHN F. HERBIN
PRESIDENT

March 26, 2018

Mr. Gary Hindes, Chairman and Managing Member
The Delaware Bay Company, LLC
720 Fifth Avenue, 10th Floor
New York, NY 10019

Dear Mr. Hindes:

I am contacting you today after reading an article authored by you and published March 23, 2018 in the American Banker online magazine.

In September, 2008 our small bank in a Kansas town of 286 people held various shares of Fannie Mae and Freddie Mac Preferred Stock at an original cost to us of \$2.7 million. We still own those shares. The write-down at the time was nearly half of our capital. In fact, had we not been 26 percent capitalized then, we would have been out of business.

I was not aware of your particular case in the U.S. District Court for the District of Delaware until after reading the American Banker article today.

My comment to you is that if your company needs any additional evidentiary material in support of your lawsuit, I would gladly help out by making whatever I have here on hand, available to The Delaware Bay Company.

I don't know about the court system, but I believe there is a wide public perception that the agency preferred shares were generally owned by hedge funds and large banks who elicit little or no sympathy for being victimized by the government. What they don't realize, and what is never really discussed publicly is that very small banks like ours were horribly affected as well.

If I can be of help, feel free to contact me via email at: jfh102@gmail.com or call our bank at 785-439-6224.

Sincerely,

