

## **NOTICE OF SALE OF ARTWORK AND OPPORTUNITY TO BID**

On March 22, 2019, the Securities and Exchange Commission filed a complaint commencing an action against Direct Lending Investments, LLC (“**DLI**”) in the United States District Court for the Central District of California (“**Court**”), Case No. 2:19-cv-2188 DSF (MRWx) (the “SEC Action”). On April 1, 2019, the Court in the SEC Action issued a Preliminary Injunction Order and Order Appointing Permanent Receiver (“Receiver Order”), appointing Bradley D. Sharp as permanent receiver (“**Receiver**”) for DLI, and for Direct Lending Income Fund, L.P., Direct Lending Income Feeder Fund, Ltd., DLI Capital, Inc., DLI Lending Agent, LLC, and DLI Assets Bravo, LLC (referred to herein as the “Company”) and their successors, subsidiaries and affiliated entities.

The Company’s personal property assets include seven (7) flags described as follows: (1) 35 Stars in a double wreath pattern on a civil war veteran’s flag with overprinted battle honors of the New York 71st volunteer infantry; (2) Exceptional 1876 quilt featuring the images of George & Martha Washington, made from Patriotic textiles and flags that were probably acquired in Philadelphia at the Centennial International Exhibition; (3) 33 Stars in an interesting variation of the “great star” configuration, made for the 1860 Campaign of Abraham Lincoln & Hannibal Hamlin, with whimsical serpentine text; (4) Abraham Lincoln Memorial Banner with a dramatic portrait image, late 19th century – 1909; (5) U.S. Navy Jack with 30 Stars, an entirely hand-sewn, pre-civil war example with great color and bold visual qualities, Wisconsin Statehood, 1848-1850; (6) A gallant leader: portrait style banner made for the 1932 presidential campaign of Franklin Delano Roosevelt; and (7) Civil War Regimental Flag with a dramatic wartime eagle and patriotic text that reads: “United We Stand, Divided We Fall,” hand-gilded and painted on cornflower blue silk, 1861-1865 (collectively, the “**Artwork**”). The Artwork was originally purchased for a total of \$206,900.00.

**Subject to Court approval**, each individual art piece is being offered for sale by bid, with all bidders required to become **Qualified Bidders** under the terms of the Bidding Procedures and **all Qualified Bids due by April 17, 2020 at 5:00 p.m. Pacific Time**. The Stalking Horse Bidder is deemed a Qualified Bidder, and the Stalking Horse Purchase Agreement is deemed a Qualified Bid. If additional bids are received for any of the artwork, an auction at which Qualified Bidders can bid will be held on **April 24, 2020 at 10:00 a.m. Pacific Time** in Los Angeles, California. The sale of the Artwork is expressly **subject to Court approval in the SEC Action** of the Sale of the Artwork, Bidding Procedures, Stalking Horse Bid, and **Court approval and confirmation** of the sale of the Artwork at a hearing currently scheduled for **1:30 p.m. Pacific Time on May 4, 2020** in the SEC Action. The original purchase price and description of each art piece being offered for sale pursuant to these Bidding Procedures are set forth in the Fine Arts Summary Schedule which will be provided to interested prospective bidders, who become a **Qualified Bidder** and gain access to view the artwork. **All Assets will be sold “as-is” without representations or warranties**. This notice is only a summary of certain terms and conditions of the proposed sale and opportunity to bid for the Artwork. Any persons interested in bidding must obtain and comply with the Bidding Procedures **by contacting the Receiver’s team at Development Specialists, Inc.:** (1) Eric Held, 213-617-2717, [eheld@DSIConsulting.com](mailto:eheld@DSIConsulting.com) and Daniel Ungheanu, 213-617-2717, [dungheanu@DSIConsulting.com](mailto:dungheanu@DSIConsulting.com). Additional information is also included on the Receiver’s website (<https://cases.stretto.com/dli/wallartauction>) and contained in the Motion for approval of the sale filed in the SEC Action.