

## **Mutual Fifty's Board of Directors to take No Further Action Against PCM Regarding Incentive Plan**

As a result of the lawsuit recently filed by Third Laguna Hills Mutual against PCM, Inc., former General Manager Milt Johns, and Janet Price, Mutual Fifty's Board of Directors conducted an extensive investigation of the PCM Incentive Plan that was in operation for PCM employees at the Towers from 2002 through 2007.

PCM cooperated fully in the investigation, and provided responses to the Board's detailed questions and requests for backup documentation. In addition, PCM management was personally interviewed by the entire Board.

After considering the options available, and the advantages and disadvantages of each option along with the potential costs involved, and because the Incentive Plan was discontinued after 2007, Mutual Fifty's Board of Directors has decided to take no further action at this time. Unless and until additional facts are brought to its attention, the Mutual Fifty Board has concluded its investigation.