

JEFFREY C. SCHNEIDER, Receiver  
Citigroup Center  
201 S. Biscayne Boulevard, 22<sup>nd</sup> Floor  
Miami, FL 33131  
Email: [naturaldiamondsreceivership@klsg.com](mailto:naturaldiamondsreceivership@klsg.com)  
Website: [www.naturaldiamondsreceivership.com](http://www.naturaldiamondsreceivership.com)

June 25, 2021

**VIA WEB POSTING and INCLUSION WITH CLAIMS FORM MAILING**

**Re: *Securities and Exchange Commission v. Natural Diamonds Investment Co., et al.*; United States District Court Southern District of Florida  
Case No. 19-CV-80633-ROSENBERG**

Dear Potential Claimant:

I hope that you are doing well. My name is Jeffrey C. Schneider. As you know, I am the court-appointed Receiver for Natural Diamonds Investment Co., Eagle Financial Diamond Group, Inc., and Argyle Coin, LLC (the “Receivership Entities”); those companies were placed into receivership in 2019 after having been sued by the United States Securities and Exchange Commission for securities violations. You are receiving this letter and the enclosed proof of claim form because you have been identified as a potential claimant in the above-referenced Receivership.

If you believe you have suffered economic damages due to the activities of the Receivership Entities, you must complete and submit the enclosed proof of claim form to us by no later than **September 30, 2021** in order to be considered eligible to receive distributions. Please note that, even if you previously registered on our website or otherwise submitted paperwork to my office, you will still have to complete and submit the attached proof of claim form.

For your information, the Court has approved a process by which we will be assessing claims on a “net loss” basis, which is also known as the “net in-net out” basis. We know many of you have not received the benefit of your bargain. In other words, you did not receive all of the principal and interest that you bargained for and were promised at the time of your investment. I sincerely apologize for the situation in which you find yourselves, but because the Receivership Entities operated as a Ponzi scheme, it is important to remember that there was no meaningful source of income generation, so there is unfortunately no money to pay those promised returns to you.

Instead, the Court has approved a process that will only be recognizing the “net” amount of money you are owed from the Receivership Entities, which is computed by subtracting any amounts that you received from the Receivership Entities – regardless of whether you received those amounts as interest or principal – from any amounts you sent to the Receivership Entities

less. For instance, if you invested \$100,000 and received \$25,000 in interest payments, your net loss amount, also known as your claim amount, will be \$75,000. If you invested \$100,000 and received \$25,000 in principal payments, your net loss amount, also known as your claim amount, will also be \$75,000. If you invested \$100,000 and “reinvested” your returns in the same or another Receivership Entity, such that you did not actually receive any funds back, your net loss amount, also known as your claim amount, will be \$100,000. Stated differently, your claim amount will be based on money you sent to the Receivership Entities less money or property you received back from the Receivership Entities.

If you have any questions as you complete your proof of claim forms, please feel free to contact my office at [naturaldiamondsreceivership@lklsg.com](mailto:naturaldiamondsreceivership@lklsg.com) or by calling 305-403-8788. We will do our best to answer any of your specific questions and help walk you through the process.

Finally, there are a few individuals that sent diamonds or other pieces of jewelry to the Receivership Entities for safekeeping, re-certification, or to be sold. If you are one of those individuals, please complete the proof of claim form and provide us with as much information as you can about those pieces (including GIA numbers and any other descriptions) and the circumstances under which they were sent to the Receivership Entities.

Thank you.

Sincerely yours,

A handwritten signature in black ink, appearing to read 'JCS', written over a light gray rectangular background.

Jeffrey C. Schneider  
Court-Appointed Receiver

Enclosure

**Reminder: the deadline to submit your proof of claim form to be eligible to receive distributions from the Receiver is SEPTEMBER 30, 2021**