

March 8, 2017

e-mail: gberman@dsi.biz

To the Former Employees of:
Beren Shoes, Inc.

Re: Notice of Commencement of Assignment for the Benefit of Creditors

Dear Sir or Madam:

Please be advised that Beren Shoes, Inc. (the “Company”) made an assignment for the benefit of creditors pursuant to California law, in favor of Development Specialists, Inc. (the “Assignee”) on January 24, 2017 (the “Assignment”).

The Assignee has learned that some former employees may have outstanding compensation or benefits that were not paid when you were terminated by the Company. Therefore we are attaching a Proof of Claim form with this letter for you to complete if you feel you were not paid all accrued wages or benefits prior upon your termination.

For those of you unfamiliar with general assignments, the process is similar to liquidations administered under Chapter 7 of the Bankruptcy Code. However, in this instance, California law rather than federal law (bankruptcy) controls. Experience has proven that in circumstances such as those in this instance, estates administered through general assignments typically return a greater recovery for creditors, quicker and more economically than the bankruptcy process. Claims by employees for unpaid wages or benefits are entitled to priority over claims of general unsecured creditors pursuant to state law and because the Company’s secured creditor has been paid in full, unpaid employee wage claims will be paid up to the amount of the State’s claim limits.

The attached Proof of Claim form that must be completed and returned to the Assignee no later than August 25, 2017, along with any documents substantiating the claim. Creditors or former Employees who fail to file their proofs of claim by that date will not be entitled to share in any distribution arising out of the liquidation of the Company’s assets.

Please do not hesitate to contact the undersigned, or Matthew Sorenson (msorenson@dsi.biz) by e-mail or by telephone at (213) 617-2717 should you have any questions about this matter assignment

LOS ANGELES

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Thank you for your consideration and cooperation in this matter.

Very truly yours,

Development Specialists, Inc.
Solely as Assignee for the Benefit of
Creditors of Beren Shoes, Inc.



By

Geoffrey L. Berman

Enclosure (Proof of Claim)

**LABOR AND VACATION CLAIM
(Priority and General Unsecured Claim)**

The undersigned, a former employee of Beren Shoes, Inc. which company executed a general assignment for the benefit of creditors in favor of Development Specialists, Inc. on January 24, 2017, hereby states that the company was justly owed to the undersigned former employee in the below amount and consists of the following:

Unpaid Wages	\$ _____
Unpaid Vacation Time	\$ _____
Unpaid Expense Reimbursements	\$ _____
Unpaid Severance	\$ _____
TOTAL CLAIM	\$ _____

For Internal Purposes Only

General Unsecured Claim \$ _____

NOTE: Only vacation pay which is earned but unpaid within the ninety (90) days immediately preceding the general assignment or the close of the business, whichever is sooner, is entitled to priority, along with unpaid wages. The priority portion of that claim is subject to the statutory limitation of \$4,300 per claimant. Any additional monies claimed are general unsecured claims.

The consideration for said indebtedness was personal services performed by the undersigned to the assignor/company in my capacity as _____.

I hereby confirm that I have read the above and that the above information is true and correct.

Name: _____ **SS#** _____

Address: _____

City, State & Zip: _____

Signature of Employee

Return this form to:
Development Specialists, Inc.
333 South Grand Avenue, Suite 4070
Los Angeles, CA 90071
Or by e-mail to raranda@dsi.biz