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Via Facsimile: 212.428.1907
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David Lawrence, Esq.
Goldman, Sachs & Co.
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Via Facsimile: 713.658.2618
Original Via First Class Mail
Stacy Eastland, Esq.
Goldman, Sachs & Co.
1000 Louisiana Street, Suite 500
Houston, TX 77002

Re: Lillian Glasser

Dear Mr. Lawrence and Ms. Eastland:

We represent Mark Glasser, the son of Lillian Glasser. Mr. Glasser understands that his mother's assets are being managed by Goldman Sachs, specifically by David Lawrence.

Mr. Glasser has serious concerns about the handling of his mother's assets by his sister, Suzanne Mathews, and, it would appear, by Goldman Sachs. Those concerns are presently being brought to the attention of a Probate Court in Texas which, upon the application of Suzanne Mathews, has given Suzanne Mathews temporary guardianship over the person and property of Lillian Glasser which Mr. Glasser is challenging on several grounds, including Suzanne Mathews' self-dealing, conflict of interest and exercise of undue influence over Lillian Glasser. The purpose of this letter is to bring Mr. Glasser's concerns to your attention so that you may be guided accordingly.

Mr. Glasser's concerns are based on what he understands are the following chain of events:

Lillian Glasser had substantial assets in her own name at Goldman Sachs.

- Those assets were subsequently transferred to a Texas limited partnership ("Partnership") in which Lillian Glasser is a limited partner and in which Suzanne Mathews is the general partner.
- According to the testimony of Suzanne Mathews in the Texas Probate Court, she owns one percent (1%) of the Partnership, with the other 99% owned by Lillian Glasser as limited partner.
- Texas happens to be where Suzanne Mathews is domiciled; Lillian Glasser is domiciled in New Jersey and also maintains a residence in Florida; she has never been domiciled in Texas.
- Based on Suzanne Mathews' testimony, persons at Goldman Sachs were involved in recommending the transfer of Lillian Glasser's assets into that Partnership, including Stacy Eastland and presumably David Lawrence (who had been given a broadly-worded Power of Attorney by Lillian Glasser in February 2004).
- According to Suzanne Mathews' testimony, the limited partnership agreement and/or the papers authorizing the transfer of Lillian Glasser's assets into the Partnership were signed, not by Lillian Glasser, but by Suzanne Mathews acting pursuant to a Power of Attorney said to have been signed by Lillian Glasser in December 2002.
- That Power of Attorney, however, was a springing one that became effective only upon Lillian Glasser's disability or incapacity as determined by a physician to be chosen by Suzanne Mathews herself.
- At the time Suzanne Mathews signed such documents as Lillian Glasser's attorney-in-fact, our client does not understand that any such determination of incapacity had been made.

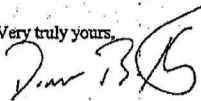
In addition, Mr. Glasser believes that sometime prior to the transfer of his mother's assets into the Partnership, his mother made a substantial loan from the assets under management at Goldman Sachs to Suzanne Mathews, who now has induced a Texas court to give her temporary guardianship of Lillian Glasser's property, including the assets which Suzanne Mathews herself had previously caused to be transferred to the Partnership, or to an entity in which Suzanne Mathews and/or her husband had an interest, and requests that he be furnished with any information with respect to any loans made by his mother out of her assets within the past three (3) years.

We trust you will agree that if Mr. Glasser's understanding of the relevant events

is correct (a) that would raise serious issues regarding the propriety of the handling of Lillian Glasser's assets and whether Goldman Sachs has properly discharged its fiduciary obligation to act in the best interests of its customer, Lillian Glasser, and (b) that Goldman Sachs will take these concerns into consideration with respect to the future handling of the account and the disposition of Lillian Glasser's assets.

We would be glad to answer any questions you might have or to discuss the matter with you further should you so desire.

Very truly yours,



Donald B. Shafto

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cc: Gregory Palm, Esq. (Via Facsimile: 212.902.3876)