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VIA E-FILING

The Honorable Andrew J. Peck
United States Magistrate Judge
United States Courthouse, Courtroom 20D
500 Pearl Street
New York, NY 10007-1312

Re: Beacon Associates LLC I, et al. v. Beacon Associates Management Corp.
Civil Case No: 14-cv-2294 (AJP)

Dear Judge Peck:

We represent Beacon Associates LLC I, Beacon Associates LLC II, Andover Associates LLC I, Andover Associates QP LLC, and Andover Associates, L.P. (the "Funds" or "Plaintiffs") in connection with the captioned matter.

A Fairness Hearing was held before Your Honor in the referenced action on October 7, 2014. The Court directed, by minute entry on October 7, 2014, that a proposed order reflecting the ruling of the Court is due on October 10, 2014. More specifically, in the minute entry, the Court provided:

Proposed order due 10/10; further submissions due 10/17. Court rules that Madoff - related funds are to be distributed via the Net Investment Method (taking account also if amounts Beacon and Andover members rec'd from the class action settlement approved by Judge McMahon). The \$19.6 million "clawback" amount is already distributed using Valuation Method and that is approved. Expenses to be allocated to moneys being distributed (so almost all will be allocated same as Madoff - related funds). Parties to discuss and brief what to do with moneys rec'd once all investors are made whole as to their investments.

This letter is to advise the Court that the parties are working together to gain consensus and avoid further briefing, in particular, concerning the distribution method to be applied once all investors are made whole as to their investments. The parties are working jointly to submit a proposed Final Distribution Order which is consistent with the Court's indication at the hearing that after all investors are made whole, all future money be distributed in accordance with the Valuation Method. The Funds are at this time providing Defendants and one of the investors who appeared at the hearing with additional discovery/information so that the parties and investors who appeared at the hearing can hopefully reach a consensus on this issue.

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Accordingly, we respectfully request additional time to submit the proposed order to the Court. We hope to submit such proposed order by Tuesday, October 21, 2014.

Respectfully submitted,

s/ Arthur G. Jakoby
Arthur G. Jakoby

cc: All Parties (via ECF)

Request approved. Proposed Order due by 10/21/14.

SO ORDERED:

Andrew J. Peck 10/14/14
Hon. Andrew J. Peck
United States Magistrate Judge