

September 9, 2005

Liquidators Obtain Injunctions on behalf of Offshore Bayou Funds

BRIDGEPORT, CT — James Cleaver and Gordon MacRae of Kroll (Cayman) Limited (the “Joint Liquidators”), acting as Joint Provisional Liquidators of Bayou Offshore Master Fund, Ltd., Bayou Offshore Fund A, Ltd., Bayou Offshore Fund B, Ltd. and Bayou Offshore Fund C, Ltd., and as Joint Official Liquidators of Bayou Offshore Fund D, Ltd., Bayou Offshore Fund E, Ltd., and Bayou Offshore Fund F, Ltd. (collectively, the “Offshore Funds”) pursuant to Orders of the Grand Court of the Cayman Islands, today filed petitions under § 304 of the U.S. Bankruptcy Code to commence proceedings ancillary to the Offshore Funds’ Cayman Islands liquidations and provisional liquidations (the “Ancillary 304 Proceedings” and the “Cayman Islands Proceedings”, respectively), in the United States Bankruptcy Court, District of Connecticut, Bridgeport Division (the “Bankruptcy Court”). The Offshore Funds are related to U.S. domestic entities owned or managed by Samuel Israel III and Daniel Marino including Bayou Management, LLC and Bayou Securities, LLC.

The Ancillary 304 Proceedings, in conjunction with the Cayman Islands Proceedings, have been initiated to facilitate the Joint Liquidators’ employment of a broad range of rights and powers to protect the interests of the Offshore Funds’ creditors, investors and shareholders and to pursue independent investigations into the Offshore Funds’ circumstances. Honorable Alan H. W. Shiff, Bankruptcy Judge, today informed the Joint Liquidators and their counsel of his decision to enter an “Order to Show Cause with Respect to Temporary Restraining Order and for Preliminary Injunction”. Pending a further hearing that the Bankruptcy Court has indicated will be set for **October 5, 2005 at 10:00 a.m. (EST)**, at which time the Court will hear the Joint Liquidators’ requests for preliminary injunctive relief, the Order to Show Cause will temporarily enjoin the dissipation of the Offshore Funds’ assets, stay litigation affecting their estates and require the return of their properties in the possession, custody or control of others. The Bankruptcy Court has also indicated that any interested party’s objection or other response to the injunctive relief sought by the Joint Liquidators must be filed with the Bankruptcy Court and served on the Joint Liquidators and their counsel by **September 30, 2005**. A copy of the Bankruptcy Court’s Order (upon its docketing) will be made available at www.bayoucaymanliquidation.ky, a website created by the Joint Liquidators for the posting of publicly available information and other updates about the status of the Cayman Islands Proceedings and the Ancillary 304 Proceedings.

Gordon MacRae of Kroll said today: “The Ancillary 304 Proceedings will help enable the Joint Liquidators to conduct a detailed review and analysis of the Offshore Funds and will assist in determining the location and seeking the protection of their respective assets.”

Contacting Joint Liquidators: For further information and enquiries, please contact the Joint Liquidators using the following email address – bayouenquiries@krollcayman.ky. All enquiries should be addressed to Eleanor Fisher or Di Wardle.