

RESCAP

LIQUIDATING TRUST

ResCap Liquidating Trust

Q4 2020 Beneficiary Letter

Dear Beneficiaries:

The Trust continued its efforts into Q4 2020 to generate value for the beneficiaries and effectively and efficiently wind down the Trust.

In August 2020, the Federal District Court in Minnesota entered a judgment of \$5.4 million in favor of the Trust in the matter of Primary Residential Mortgage Inc. Subsequent to the judgment, the Trust filed a motion for an additional \$15.5 million in attorney fees, costs and pre-judgment interest in the same matter which was heard in Court in December 2020. The Trust is awaiting a decision.

The Trust continues to pursue litigation in its insurance recovery action pending in the U.S. Bankruptcy Court for the Southern District of New York. The amounts at issue are reflected in the accompanying financial statements.

The Administrative Set Aside of \$42.6 million (net of costs incurred but not yet paid) reflects the extension of the Trust through December 2023 to support the continuing work with the insurance adversary action, the one remaining RMBS litigation noted above, and final wind down actions. A breakdown of the costs is shown in the accompanying financial statements.

To aid Beneficiaries in their tax reporting, the Trust is providing a year-end Tax Information Letter and tax information. The Tax Information Letter is being distributed along with this quarterly Beneficiary Letter. State Tax information will be posted at a later date and a notice will be filed.

The Trust's year end 2020 financial report and certain tax information have been filed with the bankruptcy court and posted to the Kurtzman Carson Consulting website at <http://www.kccllc.net/rescap>.

The Trust continues to work diligently towards the goal of maximizing value for Beneficiaries in the most efficient manner possible. We look forward to reporting on the results of our efforts.

Sincerely,

ResCap Liquidating Trust Board