

March 04, 2011
Hon. Mary F. Walrath
United States Bankruptcy Court
District of Delaware
824 Market Street, 5th Floor
Wilmington, DE 19801

FILED
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U.S. BANKRUPTCY COURT

Re: In re Washington Mutual, Inc., et al. Case Number 08-12229 (MFW) (Jointly Administered)

Objection to the Modified Disclosure Statement

Dear Judge Walrath,

I am writing on behalf of myself as a shareholder of various Washington Mutual securities (and those similarly situated). I have been tracking the progress of this case since its inception. I hold preferred equity of WMI, and common equity of WMI.

I am concerned that certain details provided by the debtor, namely certain details about certain subsidiaries that belong to the debtor, have not been fully disclosed to this court and to the shareholders of WMI. Though I have confidence that counsel for the equity committee has the experience and resources to represent these interests, I feel that it is still important to highlight my concerns about a group of subsidiaries that, outside of the initial bankruptcy filing, have remained fully undisclosed to this court and to the shareholders of WMI.

The debtors have a duty to report all of the interests they hold, even if those assets prove to have little value to the estate.

The Debtors Disclosure Statement Fails To Fully Disclose Sufficient Detail About Several Subsidiaries

The following subsidiaries are mentioned in the SOFA filed by the debtors post-petition, but have zero disclosure by the debtors in any filing since that day:

1. Ahmanson Obligation Company
2. ACD2
3. Ahmanson Developments
4. H.S. Loan Corporation
5. Great Western Service Corporation Two
6. Ahmanson Residential Developments

The most obvious question regarding these six subsidiaries is that their stated book value at the time WMI filed for bankruptcy was \$448 million dollars (Ahmanson Obligation Company – \$25 million; ACD2 – \$103 million; Ahmanson Developments – \$5 million; H.S. Loan Corporation – \$58 million; Great Western Service Corporation Two – \$109 million; and Ahmanson Residential Developments – \$148 million).

This amount is roughly three times the proposed value of the reorganized WMI, as outlined in the revised disclosure statement.

Conclusion

In order to ensure a fair and equitable reorganization of the debtor, it is hereby requested that the court find that:



1) The disclosure statement fails to provide sufficient detail as to the value of the following subsidiaries:

- Ahmanson Obligation Company
- ACD2
- Ahmanson Developments
- H.S. Loan Corporation
- Great Western Service Corporation Two
- Ahmanson Residential Developments

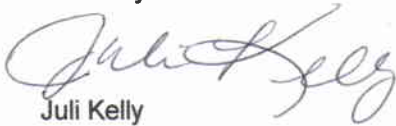
2) For each of these subsidiaries, that a full and audited disclosure of the current market value be provided to the court and to shareholders.

Any plan of reorganization in bankruptcy must have been proposed in good faith and not by means prohibited by law. Throughout this case, the debtors have sought to hide the disclosure of assets, if only by omission. These six subsidiaries are just one example of that.

The debtors have a fiduciary duty to all parties to this bankruptcy, including shareholders, and that fiduciary duty requires a fair and honest assessment as to the property of the estate. If these six subsidiaries remain property of the estate, shouldn't their value be included in any disclosure statement as assets of the reorganized debtor?

As a matter of equity and fairness to all creditors and interest holders, a debtor in possession should not be allowed to hide and/or omit details about the assets and liabilities of the estate.

Sincerely



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