



FEDERATED CAPITAL CORPORATION

**RECEIVED
MDCD-OWD**

JUN 24 2002

June 21, 2002

WORKFORCE TRANSITION

City of Farmington Hills
Attention: Mayor
31555 Eleven Mile Road
Farmington Hills, MI 48334

Michigan Department of
Career Development
Victor Office Center, 5th Floor
201 N. Washington Square
Lansing, MI 48913

RE: WARN Act Notice

Gentlemen and Ladies:

Pursuant to the Worker Adjustment and Retraining Notification Act, Federated Capital Corporation advises you that it will close certain of its lease-financing business units; namely, its vehicle and micro-ticket units. The company will, however, continue its small ticket lease-financing business unit. The affected employment sites with number of affected employees and their job classifications are set forth on the attached Schedule A.

The closure of the affected business units is permanent. The affected employees will be relieved of their duties immediately and officially separated from their employment on August 20, 2002. The company is assisting the affected employees with severance, benefits and other services. The affected employees have no "bumping" rights as the company has never had such a policy or practice. The affected employees are not represented by any union.

If you need further information regarding the partial closure, you may contact:

Roy F. Moore, Vice President & General Counsel
30955 Northwestern Hwy., Farmington Hills, MI 48334
248-737-1300, Ext. 450

Sincerely,
Federated Capital Corporation

Roy F. Moore
Vice President & General Counsel

SCHEDULE A TO WARN ACT NOTICE FROM FEDERATED CAPITAL CORPORATION

	AFFECTED EMPLOYMENT SITES	NUMBER OF AFFECTED EMPLOYEES IN EACH AFFECTED JOB CLASSIFICATION
1	Federated Capital Corporation and its divisions: Lease Acceptance Corporation, Manufacturers Commercial Finance, LeaseTrack and Federated Capital Services 30955 Northwestern Highway Farmington Hills, MI 48334	1 Vice President of Credit 2 Credit Analysts 2 Credit Investigators 1 Sales Manager 3 Sales Representatives 1 Sales Administrative Assistant 2 Documentation Assistants 1 Data Entry Clerk 1 Insurance Clerk 1 Customer Service Representative 1 Collection Supervisor 4 Collectors 2 Asset Remarketing Clerks
2	Federated Capital Corporation and its divisions: Lease Acceptance Corporation and LeaseTrack 3101 N. Federal Highway, #401 Ft. Lauderdale, FL 33306	2 Sales Representatives
3	Federated Capital Corporation and its division: Lease Acceptance Corporation 1600 Boston-Providence Highway Walpole, MA 02081	1 Sales Manager 3 Sales Representatives
4	Federated Capital Corporation and its division: Federated Capital Services 1900 W. Commercial Blvd., #143 Ft. Lauderdale, FL 33309	1 Sales Representative
5	Federated Capital Corporation and its division: Federated Capital Services 51 E. Campbell Ave., #101E Campbell, CA 95008	1 Sales Representative
6	Federated Capital Corporation and its division: Federated Capital Services 560 Broadhollow Rd., #106 Melville, NY 11747	1 Sales Representative
7	Federated Capital Corporation and its divisions: Lease Acceptance Corporation And Federated Capital Services [Residences of six employees located in Winamac, IN; Greenville, TX; Cumming, GA; Winnetka, CA; Leominster, MA; and, Allenhurst, NJ.	1 Vice President of Sales 5 Sales Representatives
		Total of 37 employees: 22 in Michigan, 5 in Massachusetts, 3 in Florida, 2 in California, and 1 each in New York, New Jersey, Indiana, Georgia and Texas