

December 20, 1997

Mr. James K. Ahloy
Ms. R-M Keahi Allen
Mr. Eugene N. Tiwanak
**Trustees of the Estate of
King William Charles Lunalilo**
The Lunalilo Home
501 Kekauluohi Street
Honolulu, Hawai'i 96825

Dear Trustees of the Lunalilo Estate:

The undersigned justices of the Supreme Court of Hawai'i, in our individual capacities, have issued today a public statement that we will not exercise the power to appoint trustees to the Board of the Lunalilo Estate should a vacancy occur. A copy of the statement is attached.

This letter is to give you notice of our intentions so that you may consider alternatives to the selection process should a vacancy occur in the future. You should consult with your attorneys about the procedure for appointing trustees when the persons who hold the power of appointment decline to exercise it.

Sincerely,


RONALD T. Y. MOON


STEVEN H. LEVINSON


PAULA A. NAKAYAMA


MARIO R. RAMIL

Enclosure