



Eric J. Gangloff
Managing Director
 Summit Alternative Investments, LLC
 Summit Consumer Receivables Fund, L.P.
 50 West Liberty Street, Suite 980
 Reno, NV 89501
 (775) 682-3000
Egangloff@SAIfunds.com
 May 20, 2011

Dear Summit Investors,

The April net return for the Summit Consumer Receivables Fund, L.P. (SCRF) was 0.59% for the non-side pocket portfolio and 0.74% on a consolidated basis. This brings SCRF’s total return since inception to 51.81% (10.54% annualized) for the non-side pocket portfolio and 10.68% (2.46% annualized) on a consolidated basis.

April’s financials include:

- \$ 140,954.94 in Net Income before additions to loss reserve,
- \$ 0 added to loss reserve (default rates were below our projections for the month), for a
- \$ 140,954.94 April net profit before fees

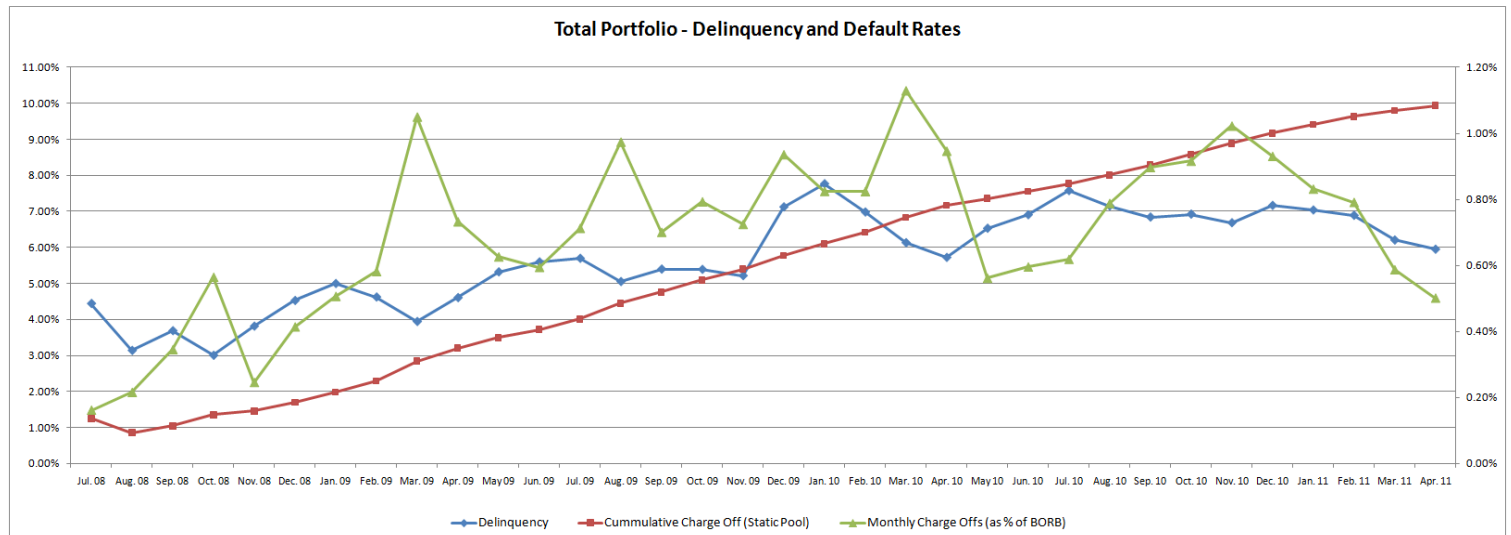
Portfolio Performance Update (including side-pocket)

2011 continues to go very well for SCRF.

After experiencing a “bubble” of defaults from September 2010 through November 2010, defaults and delinquency have dropped significantly and have continued to decline each month so far this year, both as a percentage of the beginning balance as well as in dollar terms. While we expect continued stabilization of defaults throughout the remainder of 2011, bankruptcies may still remain unpredictable and could result in some volatility. The % of total defaults attributed to bankruptcies was 46.26% in January, 44.28% in February, 55.85% in March and 52.65% in April.

Annualized defaults decreased for the fifth consecutive month from 7.28% in March to 6.18% in April, representing more than a 15% drop. Net write-offs for April stood at 0.13% (vs. 0.16% in March, 0.22% in February and 0.24% in January) of total original principal balances purchased, with total write-offs since inception totaling 9.93%.

The graph below depicts the sharp contrast between the default rate this year so far and the same time period in the prior two years. Defaults are now at their lowest level since January 2009.



Total delinquency across our entire portfolio was 5.95% in April versus 6.20% in March, 6.89% in February and 7.04% in January. 94.05% of the portfolio was current to 30 days, with only 1.98% of the Fund's paper greater than 90 days past due. We could see further reductions in delinquency over the next few months as the "holiday seasonality period" has passed. Furthermore, a material percentage of the delinquent accounts are "chronic delinquents," someone who fell behind a payment or two some time ago, but who continues to make their monthly payments each month. On these accounts, Summit collects late fees and other fees that actually boost our return as long as they continue to pay.

Other Fund Data

SCRF's annualized Sharpe ratio continues its string of strong marks at 1.69, with a monthly standard deviation of 0.89%. The Fund's leverage ratio experienced another slight decrease from 1.47 to 1 in March to 1.39 to 1 as of April 30th due to our reserving of cash to temporarily pre-pay the Fortress term loan. The amount we could borrow back from Fortress as of today is \$2,300,000. Our cash on hand at month-end was \$786,001, of which \$775,495 was "Restricted Cash" earmarked towards P&I payments for SCRf's credit facilities and \$10,506 was working capital.

Investor Advisory Board Meeting

We will be scheduling a combined SCRf, L.P. 1Q2011 Investor Meeting and Investor Advisory Board (IAB) Meeting shortly and are proposing the following dates:

Friday, May 27, 2011 – 10:00 AM or 1:00 PM PDT
Monday, May 30, 2011 – 10:00 AM or 1:00 PM PDT
Tuesday, May 31, 2011 – 10:00 AM PDT
Wednesday, June 1, 2011 – 10:00 AM or 1:00 PM PDT
Thursday, June 2, 2011 – 10:00 AM or 1:00 PM PDT
Friday, June 3, 2011 – 10:00 AM or 1:00 PM PDT

If you plan on attending and will be *unavailable* during any of these times or have a preference for a particular day, please contact Brian Anderson (Banderson@saifunds.com). As always, we will do our best to accommodate everyone's schedule.

The key topics of the meeting will include a discussion on whether to resume redemptions or continue reserving cash, recent positive developments on the \$50M Credigy potential investor opportunity along with updates on the SCRf portfolio through 1Q2011. Please let us know if there are any additional topics you would like discussed during the meeting.

Looking to the Future

The market continues to be attractive for purchasing high quality performing consumer receivables at excellent prices, allowing for significant loss protection. We continue to solicit new investors and are in discussions with several entities who may be interested in investing under various structures aimed at providing more predictable liquidity to investors. Please let us know if you are interested in receiving more information on these vehicles and/or potential deals in the pipeline.

To access past months' Newsletters, quarterly meeting presentations and our 2007, 2008, 2009 and 2010 audited statements, go to www.summit-alt-inv.com, then click "Site Login" to access the password-protected Investor page. The User Name is saifunds, and the PW is Summit2011.

As always, thank you for your investment in Summit,



Eric J Gangloff