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Dear Summit Investors,

The August net return for the Summit Consumer Receivables Fund, L.P. (SCRF) was 0.10% for the non-side pocket portfolio and -0.18% on a consolidated basis. This brings SCRF's total return since inception to 56.15% (8.44% annualized) for the non-side pocket portfolio and 13.71% (2.36% annualized) on a consolidated basis.

August's Financials:

- \$76,117 in Net Income before additions to loss reserve,
- \$75,000 net added to loss reserve, for
- \$1,117 August net profit before fees

Portfolio Performance Update (including side-pocket)

As expected, SCRF's August defaults increased from July's both on a nominal basis and as a percentage of principal balance. Annualized defaults as a percentage of beginning outstanding receivable balance increased from the prior month to 7.87% but were still slightly below the trailing 12-month average of 8.15% (as seen in the graph below).

As stated in the previous two newsletters and addressed in-depth during the quarterly investor meeting, after two successful months this year in which we saw historically low default levels, we have been experiencing a "bubble" of higher defaults and project it to run through October. Although we had anticipated that the bubble may run through at least November, recent in-depth account reviews and key indicators such as bankruptcy filings point to November potentially returning to the "pre-bubble" default levels as a percentage of principal balance. Additional color will be added in our next Newsletter as we gain increased confidence in the current trending.

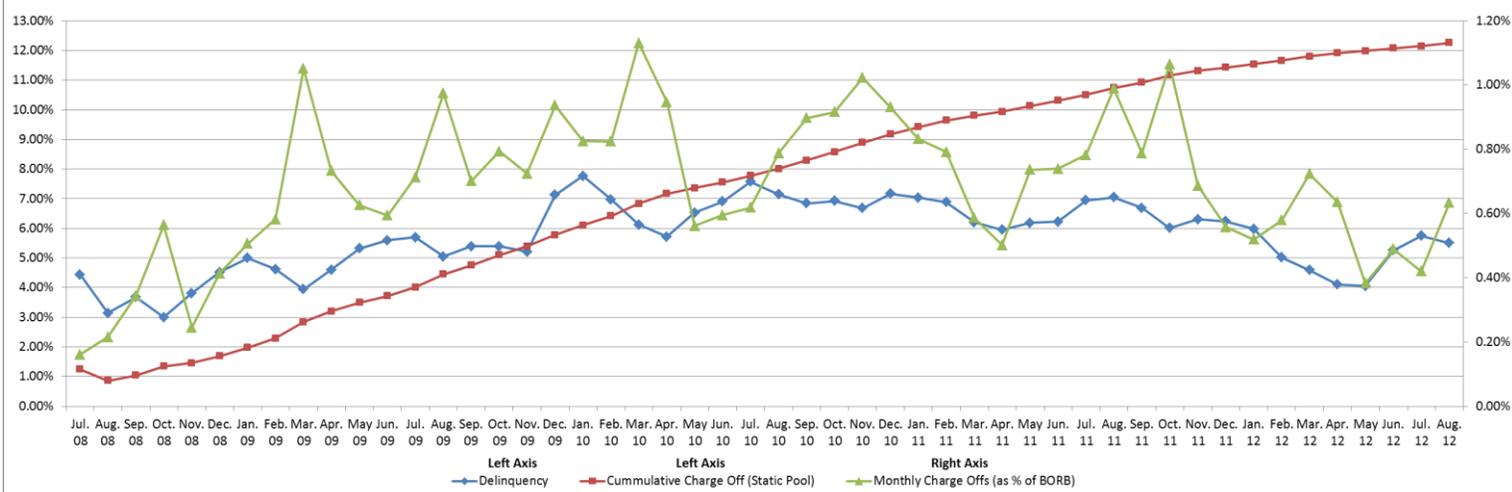
Also, we expect delinquency to remain elevated through at least October. Once delinquency begins trending down to the lower levels experienced in the recent past, the expectation is for defaults to follow suit. Overall delinquency decreased from 5.75% in July to 5.50% in August, slightly lower than the trailing 12 month average (5.59%).

Following suit from last month, an additional \$75K was added to the loss reserve for August and we will be adding an additional \$75K to loss reserve for September as well, which we expect will cover us through the end of the year. These additions to the loss reserve are expected to bring our returns to just below breakeven for August and September. We hope and expect that this will bolster our loss reserve sufficiently as we head into the fourth quarter so that we can end the year on a strong note. We will continue to monitor receivable performance versus the loss reserve and make adjustments as needed.

As we stated last month, we have actively engaged our billing companies and received commitments for increased dedication toward our affected portfolios to best address this bubble from their more tenured collectors and supervisors. We have also internally planned targeted programs such as modification and settlement campaigns and are utilizing all collection strategies available to minimize the impact of this bubble.

Overall, net write-offs for August stood at 0.11% (vs. 0.07% in July, 0.09% in June, 0.07% in May, 0.12% in April, 0.14% in March, 0.12% in February and 0.11% in January) of total original principal balances purchased, with write-offs since inception totaling 12.26%. 94.50% of the portfolio was current to 30 days, with only 1.29% of the Fund's paper greater than 90 days past due.

Total Portfolio - Delinquency and Default Rates



Other Fund Data

SCRF’s annualized Sharpe ratio continues its string of strong marks at 1.08, with a monthly standard deviation of 0.78%. The Fund’s leverage ratio experienced another decrease from 0.60 to 1 in July to 0.56 to 1 as of August 31st due to our continued pre-paying of the Fortress term loan. This de-levering continues to reduce both risk and returns gradually. Our cash on hand at month-end was \$533,572, of which \$506,434 was “Restricted Cash” earmarked towards P&I payments for SCRF’s credit facility and \$27,138 was working capital.

Investor Advisory Board (IAB) Meeting

We would like to thank everyone who participated in our most recent SCRF, L.P. Investor Advisory Board (IAB) Meeting held September 18, 2012. If you were unable to attend, please see the email attachment for a copy of the presentation or follow the link below for the WebEx recording:

<https://sai.webex.com/sai/ldr.php?AT=pb&SP=MC&rID=68360582&rKey=db0fa62ab685e19e>

SCRF, L.P. Investor Advisory Board (IAB) Meeting - 20120918
1 hour 32 mins

One item discussed during the meeting which we would like to clarify is how growing the Fund or launching a new vehicle would affect investor redemptions. In short, these objectives will not be put ahead of honoring investor redemptions; any options we plan to consider are expected to either have no adverse effect on investor redemptions, or even help accelerate them. In our next quarterly investor meeting, we will explain the impact which raising capital by either growing the Fund or launching a new vehicle would have on overhead expenses and thus return.

Another item discussed was the Fortress payoff and an investor loan proposal. Given our current cash forecast, we expect to have a shortfall of approximately \$1.75-2.5M at the August, 2013 loan maturity. Fortress has certain rights under our loan agreement such as the ability to charge us a default interest rate, assess fees or even potentially sell the portfolio at a discount, which are risks we would like to avoid for our investors. As such, we are being proactive by trying to raise funds to cover the shortfall and be able to pay Fortress in full by August, 2013. We will provide a Loan Opportunity Summary within the next two weeks with more details on the investment opportunity, which will be a highly over-collateralized, short-term loan opportunity.

Please let us know if you have any other questions and/or feedback related to 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 have the potential to put contributions to work using new 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, 2010 and 2011 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 Summit2012.

As always, thank you for your investment in Summit,

A handwritten signature in black ink, appearing to read "Eric J. Gangloff". The signature is fluid and cursive, with the first name "Eric" being the most prominent part.

Eric J Gangloff