

LEGAL SERVICES CORPORATION

750 First Street, N.E.
Washington, D.C. 20002

Board of Directors

RESOLUTION ON FREQUENT FLYER MILES

WHEREAS, for many years the Corporation has had a practice of permitting LSC employees and others travelling on LSC-related business to retain frequent flyer miles earned as the result of such travel for their personal use; and

WHEREAS, at its meeting on July 14, 1995, the Board directed Corporation management to develop a recommendation for a written policy concerning the treatment of frequent flyer miles earned for LSC-related travel; and

WHEREAS, at its meeting on May 19, 1996, the Committee on Operations and Regulations directed management to determine and report on the financial implications of a policy requiring that frequent flyer miles earned from LSC-related travel be recouped for the benefit of the Corporation; and

WHEREAS, the Corporation has contracted with a vendor recommended by the federal General Services Administration to evaluate the potential savings of such a policy; and

WHEREAS, management has reported that on the basis of the vendor's findings, there is likely to be no significant financial benefit for choosing to recoup frequent flyer miles; and

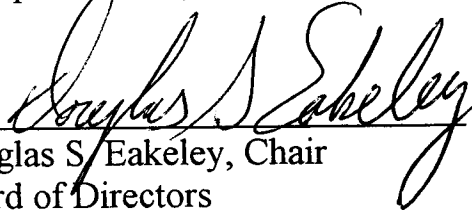
WHEREAS, the Committee on Operations and Regulations has reviewed the Corporation's Revised Business Travel Policy, and has concluded that the procedures set forth therein provide sufficient protection from potential abuse or conflict of interest on the part of travelers in the event that the current practice is memorialized in a written policy;

WHEREAS, the Committee on Operations and Regulations has heard findings and recommendations from management and comments from the Office of the Inspector General;

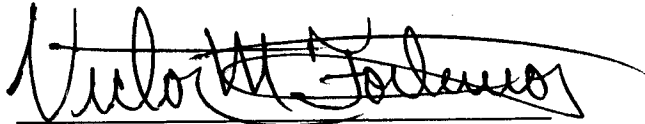
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THEREFORE, be it resolved that the Board directs Corporation staff to prepare a written policy which permits LSC employees and consultants travelling on LSC-related business, and individuals invited to travel to LSC-related functions at LSC expense, to retain frequent flyer miles earned as the result of such travel for their personal use.

Adopted by the Board of Directors
on September 30, 1996



Douglas S. Eakeley, Chair
Board of Directors



Victor M. Fortuno
General Counsel & Corporate Secretary