

**Denis Phocas**

**From:** Len Baccaro [lbaccaro@AEFLLC.COM]  
**Sent:** Friday, May 12, 2006 1:12 PM  
**To:** Denis Phocas  
**Subject:** RE: Phasset USA Inc dba Alpha Granite - Equipment Finance through Steve Shabazian

*Denis, we have repeatedly told you that this money was our "fee" for doing this financing. We have a signed document from you showing that you agreed to pay us this. I have no idea why you keep asking the same question over and over again. Do you have that document?*

-----Original Message-----

**From:** Denis Phocas [mailto:denis@alphagraniteaustin.com]  
**Sent:** Friday, May 12, 2006 2:12 PM  
**To:** Len Baccaro  
**Cc:** dsenk@mfresources.com; caras@icon.co.za; Sonia Phocas  
**Subject:** Phasset USA Inc dba Alpha Granite - Equipment Finance through Steve Shabazian

Dear Mr Baccaro

I have been referred to you by Deborah Senk who is the Sales Administrator at Machinery Finances Resources in order to address two advance payments made to your company for the equipment that Phasset USA Inc, dba Alpha Granite has leased. These advance payments have not been paid to Machinery Finance Resources Inc.

According to our lease agreement with MFR we have the following obligation:

Cost Of Equipment: US \$ 189 500.00  
 Deposit Paid: US \$ 37 900.00  
 60 Payments @ US \$ 3 207.00 per month  
 Purchase Option US \$ 1.00 at end of term.

Over and above this we made 2 advance payments equaling \$ 7 400.00 to American Equipment Leasing which has not been paid to Machinery Finance Resources. Please address this for me and let me know when you will be paying MFR these two advance payments.

Sincerely

Denis Phocas

C.E.O  
 Alpha Granite  
 2215 Investment Drive  
 Pflugerville  
 Texas, 78660

5/31/2006