SHELDON PLAYER AND DONNA MALONE
STATEMENT OF ASSETS, LIABILITIES AND NET WORTH

<table>
<thead>
<tr>
<th>Assets</th>
<th>June 30, 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$ 121,333</td>
</tr>
<tr>
<td>Investments</td>
<td></td>
</tr>
<tr>
<td>Equipment Acquisition Resources, Inc.</td>
<td>70,234,197</td>
</tr>
<tr>
<td>Jackson Hole Property</td>
<td>17,100,000</td>
</tr>
<tr>
<td>Investment Property</td>
<td>12,500,000</td>
</tr>
<tr>
<td>Commercial Property</td>
<td>3,087,000</td>
</tr>
<tr>
<td>Rental Property</td>
<td>7,265,000</td>
</tr>
<tr>
<td>Personal Automobiles and Belongings</td>
<td>46,350</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>110,363,880</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Property Mortgage</td>
<td>2,900,000</td>
</tr>
<tr>
<td>Commercial Property Mortgage</td>
<td>1,900,000</td>
</tr>
<tr>
<td>Rental Property Mortgage</td>
<td>2,575,300</td>
</tr>
<tr>
<td>Note Payable - Equipment Acquisition Resources, Inc.</td>
<td>9,345,555</td>
</tr>
<tr>
<td><strong>Total Liabilities</strong></td>
<td>16,720,855</td>
</tr>
</tbody>
</table>

Net Worth Before Estimated Income Taxes

Net Worth After Taxes

Estimated Income Taxes
(On the Differences Between the Estimated Current Value of Assets and the Current Tax Bases if Gain was Realized)

$ 73,901,937

See accountants' report and accompanying notes.
NOTE 3 - SYNC 1, LLC

In 2008, Sheldon Player and Donna Malone made an initial investment of $2,400,000 in a start up venture specializing in the research and development of high-tech personal audio headphones. The Company, Sync 1, LLC, does not have current financial statements available. Sheldon Player and Donna Malone have elected to omit this investment from their personal financial statement to be conservative. Sheldon Player and Donna Malone do believe their initial investment still holds significant value.

NOTE 4 - REAL ESTATE

Jackson Hole Property

The estimated current value of the Jackson Hole property is Mr. Player's estimate based on recent sales of similar property in the area. The value is as follows:

June 30, 2009

Jackson Hole, Wyoming - 204 Acres $17,100,000

Investment Property

The estimated current value of the investment property is Mr. Player's estimate based on recent sales of similar property in the area. The value is as follows:

Land Held for Investment - Jackson Hole, Wyoming - 21.3 Acres $3,500,000
Building Held for Investment - 3280 N. California Street, Chicago, Illinois 5,000,000
Speculation Home Built for Investment (6,000 Square Feet) - 50 Sagebrush Drive, Jackson Hole, Wyoming - 3.1 Acres 4,000,000

$12,500,000

Commercial Property

The estimated current value of the commercial property is Mr. Player's estimate based on recent sales of similar property in the area. The value is as follows:

Commercial Property - Equipment Acquisition Resources, Inc. - 555 S. Vermont Street - Palatine, Illinois $3,087,000
SHELDON PLAYER AND DONNA MALONE
NOTES TO THE FINANCIAL STATEMENT

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

The accompanying financial statement includes the assets and liabilities of Sheldon Player and Donna Malone.

The process of preparing financial statements in conformity with U.S. generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. When estimates concern the fair market value of assets, the basis of the valuation is disclosed. Actual values may differ from estimated amounts.

Assets are stated at their estimated current values and liabilities at their estimated current amounts.

NOTE 2 - EQUIPMENT ACQUISITION RESOURCES, INC.

Sheldon Player and Donna Malone are 90% majority owners of Equipment Acquisition Resources, Inc., a semi-conductor processing company, as well as a manufacturer and refurbisher of equipment related to the semi-conductor industry. The following summarized financial information from the audited financial statements as of December 31, 2008 is computed as follows:

Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Assets</td>
<td>$68,901,539</td>
</tr>
<tr>
<td>Equipment (Net)</td>
<td>89,249,410</td>
</tr>
<tr>
<td>Other Assets</td>
<td>6,550,195</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$174,701,144</strong></td>
</tr>
</tbody>
</table>

Liabilities and Stockholders' Equity

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Liabilities</td>
<td>27,725,362</td>
</tr>
<tr>
<td>Long-Term Liabilities</td>
<td>66,937,785</td>
</tr>
<tr>
<td><strong>Total Liabilities</strong></td>
<td><strong>96,663,147</strong></td>
</tr>
<tr>
<td>Stockholders' Equity at December 31, 2008</td>
<td>78,037,997</td>
</tr>
<tr>
<td>Stockholders' Equity Attributable to Minority Interest - 10%</td>
<td>(7,803,800)</td>
</tr>
<tr>
<td>Net Stockholders' Equity Attributable to Majority Owners</td>
<td>$70,234,197</td>
</tr>
</tbody>
</table>

Revenue and net income for Equipment Acquisition Resources, Inc. for the year ended December 31, 2008 were $87,795,787 and $34,966,576, respectively.
NOTE 4 - REAL ESTATE (Continued)

Rental Property

The rental property consists of the following estimated values based on recent sales of similar properties in the area and Mr. Player's estimates:

June 30, 2009

New Villagio Condominium - 20254 Royal Villagio Court, Building 31, Unit 102 - Estero, Florida
$ 270,000

New Villagio Condominium - 20254 Royal Villagio Court, Building 31, Unit 103 - Estero, Florida
270,000

New Villagio Condominium - 20254 Royal Villagio Court, Building 31, Unit 201 - Estero, Florida
270,000

Trump International Hotel & Tower Condominium - 401 North Wabash Avenue, Unit 1503 - Chicago, Illinois
1,150,000

Condominium - 454 North Aberdeen, Unit 2S - Chicago, Illinois
525,000

Condominium - 454 North Aberdeen, Unit 3N - Chicago, Illinois
525,000

Condominium - 8N768 Brimfield Avenue - Elgin, Illinois
675,000

Condominium - 12936 Violino Place, Building 1100, Unit 301 - Naples, Florida
360,000

Condominium - 451 Bayfront Place, Unit 5506 - Naples, Florida
1,150,000

Turtle Lake Condominium - 400 Forest Lakes Boulevard, Unit 102 - Naples, Florida
240,000

Cabin Rental - (2) Units with 3.3 Acres of Land - 1510 Horse Creek Rd, Jackson Hole, Wyoming
945,000

Cabin Rental - (1) Unit with 1 Acre of Land - 1880 Horse Creek Rd, Jackson Hole, Wyoming
565,000

Meadows Condominium - 3512 Cherry Blossom Court, Unit 202 - Estero, Florida
320,000

$7,265,000

NOTE 5 - PERSONAL AUTOMOBILES AND BELONGINGS

The estimated value of Sheldon Player and Donna Malone's personal automobiles and belongings is based upon Mr. Player's estimates.

NOTE 6 - LONG-TERM DEBT

Investment Property Mortgage

Mortgage payable to a bank, collateralized by the investment property in Wyoming. $2,900,000

Commercial Property Mortgage

Mortgage payable to a bank, collateralized by the commercial property in Illinois. 1,900,000

Subtotal

4,800,000
NOTE 6 - LONG-TERM DEBT (Continued)

         June 30, 2009

Subtotal Amount Brought Forward $ 4,800,000

Rental Property Mortgage

            2,575,300

Note Payable - Equipment Acquisition Resources, Inc.

Note payable to a Company, collateralized by the
Company’s stock. 9,345,555

$16,720,855

NOTE 7 - CONTINGENT LIABILITIES

Mr. Player and Ms. Malone personally guarantee loans and capital leases of $95,148,642 made to
Equipment Acquisition Resources, Inc.

NOTE 8 - SALARY

Mr. Player and Ms. Malone received combined compensation of $250,000 from Equipment Acquisition
Resources, Inc. in 2008.

NOTE 9 - ESTIMATED INCOME TAXES

The estimated current amounts of liabilities at June 30, 2009 equaled their tax bases. Estimated
income taxes have been provided on the excess of the estimated current values of assets over their tax
bases as if the estimated current values of the assets had been realized on the statement date, using
applicable tax laws and regulations. The provision will probably differ from the amounts of income
taxes that eventually might be paid because those amounts are determined by the timing and the
method of disposal, realization or liquidation and the tax laws and regulations in effect at the time of
disposal, realization or liquidation.

The estimated current values of assets exceeded their tax bases by $78,924,353 at June 30, 2009.
The excess of estimated current values of major assets over their tax bases are:

         $82,922,353
Equipment Acquisition Resources, Inc.         9,880,000
Jackson Hole Property
Investment Property 3,500,000
Commercial Property 1,087,000
Rental Property 1,755,000

$78,924,353

Estimated Income Tax at 25% $19,731,088
Stephanie Collins

From: Brian Malthouse [bmalthouse@vlcpa.com]
Sent: Wednesday, June 20, 2007 8:54 AM
To: Craig Hallett
Subject: Fin - with supp info.pdf
Attachments: Fin - with supp info.pdf

Craig,

Call me with any questions.

Brian D. Malthouse, CPA
Shareholder
Vonlehman & Co. Inc.
bmalthouse@vlcpa.com
513-891-5911
Stephanie Collins

From: Brian Malthouse [bmalthouse@vlcpa.com]
Sent: Wednesday, July 16, 2008 10:07 AM
To: Craig Hallett
Subject: Out of Office AutoReply: EAR Audit

I will be out of the office until Monday, July 21. Please contact Vicki Kemme @ (513) 891-5911 if you need assistance while I am out of town.

To comply with U.S. Treasury Regulations, we are required to inform you that any tax advice contained in this message or in any attachment is not intended to be relied upon, and cannot be relied upon, to avoid penalties under the Internal Revenue Code.

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Stephanie Collins

From: Craig Hallett [challett@k2capitalgroup.com]
Sent: Tuesday, April 14, 2009 2:08 PM
To: bmalthouse@vlcpa.com; bpowers@vlcpa.com
Subject: EAR Audit
Attachments: image001.jpg

Guys,

When will the final audit report be issued?

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
612.867.5981 cell

5201 Eden Ave. | Suite 180 | Edina | MN 55436
www.firstpremiercapital.com

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Hi Brandon,

Could you give me a status on this please. Thanks.

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
612.887.5981 cell

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From: Brandon Powers [mailto:bpowers@vkcpa.com]
Sent: Wednesday, April 29, 2009 11:12 AM
To: Craig Hallett
Subject: Re: EAR Audit

Possibly, we're down to just a few items. I've been in contact with them everyday so I know they're working on it.

Brandon M Powers, CPA
VonLehman & Co. Inc.

On Apr 29, 2009, at 12:07 PM, "Craig Hallett" <challett@FIRSTPREMIERCAPITAL.com> wrote:

Brandon,

Last week Sheldon indicated that the audit should be completed this week. Will it?
Case: 1:11-cv-00237-SSB-SKB Doc #: 1-4 Filed: 04/20/11 Page: 10 of 51 PAGEID #: 165

Craig Hallett  
First Premier Capital LLC  
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com  
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2
Thanks for the update. If at all possible, I would like a copy before memorial day as we have some banks that we have been promising it now for a couple of weeks.

Also, would you be willing to provide a copy of the full appraisal, including detail, of all equipment and inventory performed by Joel Gonia. We may do our own appraisal later this summer but it would be helpful to have the detail of their work now as well to see how all of our individual pieces are valued in the current market. Let me know.

Thanks Brandon.

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From: Brandon Powers [mailto:bpowers@vlcpa.com]
Sent: Tuesday, May 12, 2009 5:26 PM
To: Craig Hallett
Cc: Sheldon Player
Subject: RE: EAR Audit

Craig,

I've sent the audit file down to our audit partners for Quality Review.

I'm still waiting on two items from 5/3rd, and depending on what they send, we're nearly ready to issue.
Hi Brandon,

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From: Brandon Powers [mailto:bpowers@vlcpa.com]
Sent: Wednesday, May 13, 2009 4:34 PM
To: Craig Hallett
Cc: Sheldon Player
Subject: RE: EAR Audit

Craig,

I’m still waiting on some information from 5/3rd on the Interest Rate swap, and we're currently working to resolve a 5/3rd error in their loan covenant calculation (that they did based on Preliminary DRAFT numbers).

The file has been sent to our Quality Control Audit Partners for review; they hope to have the file reviewed on Friday. Which gives me tomorrow to get these issues resolved; if by chance they don’t get resolved, I’ll estimate a number out on the interest rate swap (which is only booked to “other comprehensive income” and has NO actual effect on book income), and I’ll added a subsequent event footnote stating that EAR & it's legal counsel is in disagreement with the 5/3rd loan covenant calculation, and their claim is without merit.

I’m trying very much to have this wrapped before the Holiday.

I’ve attached the most recent clean DRAFT of the financials, the only items missing are mentioned above.

Sheldon will have to forward you the Gonia appraisals; I only have a short condensed summary for our audit file.
Hope this helps.

Brandon M Powers, CPA
VonLehman & Company
4755 Lake Forest Drive, Suite 100
Cincinnati, OH 45242
(513) 891-5911 - Office
(513) 891-5969 - Fax
www.vlcpa.com
bpowers@vlcpa.com

From: Craig Hallett [mailto:challett@FIRSTPREMIERCAPITAL.com]
Sent: Wednesday, May 13, 2009 5:23 PM
To: Brandon Powers
Cc: Sheldon Player
Subject: RE: EAR Audit

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(513) 891-5969 - Fax  
www.vlcpa.com  
bpowers@vlcpa.com

From: Craig Hallett [mailto:challett@FIRSTPREMIERCAPITAL.com]  
Sent: Friday, May 08, 2009 9:44 AM  
To: Brandon Powers  
Subject: RE: EAR Audit

Hi Brandon,

Could you give me a status on this please. Thanks.
Possibly, we're down to just a few items. I've been in contact with them everyday so I know they're working on it.

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VonLehman & Co. Inc.

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Brandon,

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Brandon,

Thanks for the update. I guess one reason we want to close the audit out is so we can get some current financial performance from EAR for this year. Do you think that they could produce first quarter financial statements now based upon the audit numbers?

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
812.887.5961 cell

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From: Brandon Powers [mailto:bpowers@vlcpa.com]
Sent: Tuesday, May 19, 2009 5:29 PM
To: Craig Hallett
Subject: RE: EAR Audit

Craig,

I'm sorry, and I'm sure you're tired of hearing me say that, but until this 5/3rd issue is worked out, the audit is on hold.

That being said, the audit itself is finished; clean opinion and although not great, fewer adjustments than in prior years, so EAR is moving in the right direction.

We're not going to issue until we have a final determination on the 5/3rd declared default. As the financials are now, there is no calculated default, but 5/3rd has yet to rescind their default letter issued dated May 1st. 5/3rd has requested additional information from EAR, and we hope to respond by the first of next week. They are requesting additional detail regarding the distributions taken by the shareholders, and the various investments to which these distributions relate. Sheldon & Cody have already started forwarding information to us, but it's going to take some time put together a suitable response, incase this issue is litigated in the future.
As you know, the 5/3rd declared default is an important issue; a true default could potentially cause a default on numerous other loans & capital leases, combined with the cross-collateralization, is not an outcome EAR finds favorable. EAR's legal counsel feels 5/3rd claims are without merit.

I'll let you know as soon as I know something.

-Brandon

From: Craig Hallett [mailto:challett@FIRSTPREMIERCAPITAL.com]
Sent: Tue 5/19/2009 5:52 PM
To: Brandon Powers
Subject: RE: EAR Audit

Hi Brandon,

Just checking on status. Thanks.

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
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From: Brandon Powers [mailto:bpowers@vlcpa.com]
Sent: Wednesday, May 13, 2009 4:34 PM
To: Craig Hallett
Cc: Sheldon Player
Subject: RE: EAR Audit

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(513) 891-5669 - Fax
www.vlcpa.com
bpowers@vlcpa.com

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To: Brandon Powers
Cc: Sheldon Player
Subject: RE: EAR Audit

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Case: 1:11-cv-00237-SSB-SKB Doc #: 1-4 Filed: 04/20/11 Page: 26 of 51 PAGEID #: 181

Stephanie Collins

From: Craig Hallett [challett@k2capitalgroup.com]
Sent: Thursday, May 28, 2009 12:15 PM
To: Brandon Powers
Cc: Steve Alpeter
Subject: RE: EAR Audit
Attachments: image001.jpg; image003.jpg; image004.jpg

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Subject: RE: EAR Audit

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I’ll let you know as soon as I know something.

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From: Craig Hallett [mailto:challett@FIRSTPREMIERCAPITAL.com]  
Sent: Tue 5/19/2009 5:52 PM  
To: Brandon Powers  
Subject: RE: EAR Audit

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Attached is our calculation of the various investments made on behalf of EAR. These amounts were originally classified as distributions; but subsequently we've booked $10,000,000 back as a note receivable; and accrued $350,000 in interest. Sheldon said that's already repaid over $2,000,000 when he took a mortgage out on one of the properties and subsequently put the money back into EAR during the first part of 2009.

I'm hoping to have the file back from concurring review later today.

I've attached the Subsequent Event footnote concerning the 5/3rd issue.

I'll let you know when we've issued the final; which should be tomorrow. (or, Monday if by chance the review file doesn't come back until tomorrow)

Thanks,

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We issued the financials today.

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Guys,

In past years, I think you had prepared a personal financial statement for Sheldon and Donna. I spoke with Sheldon and he said that his accountants were working on it (I assume that is you guys). It's relatively important that I have this by early next week. Please advise. Thanks.
Case: 1:11-cv-00237-SSB-SKB Doc #: 1-4 Filed: 04/20/11 Page: 41 of 51 PAGEID #: 196

Stephanie Collins

From: Brandon Powers [bpowers@vlcpa.com]
Sent: Wednesday, July 22, 2009 11:35 AM
To: Craig Hallett; Brian Malthouse
Subject: RE: EAR
Attachments: image001.jpg; image002.jpg

Craig,

We had not yet been contacted to prepare any PFS; but I just e-mailed Sheldon, and he gave us the go-ahead.

What date do you need it as of? June 30, 2009?

Brandon M Powers, CPA
VonLehman & Company
4755 Lake Forest Drive, Suite 100
Cincinnati, OH 45242
(513) 691-5911 - Office
(513) 691-5969 - Fax
www.vlcpa.com
bpowers@vlcpa.com

From: Craig Hallett [mailto:challett@FIRSTPREMIERCAPITAL.com]
Sent: Wednesday, July 22, 2009 11:58 AM
To: Brian Malthouse; Brandon Powers
Subject: EAR

Guys,

In past years, I think you had prepared a personal financial statement for Sheldon and Donna. I spoke with Sheldon and he said that his accountants were working on it (I assume that is you guys). It’s relatively important that I have this by early next week. Please advise. Thanks.

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
612.867.5981 cell

5201 Eden Ave. | Suite 180 | Edina | MN 55436
www.firstpremiercapital.com

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Case: 1:11-cv-00237-SSB-SKB Doc #: 1-4 Filed: 04/20/11 Page: 43 of 51 PAGEID #: 198

Stephanie Collins

From: Brandon Powers [bpowers@vlcpa.com]
Sent: Thursday, July 23, 2009 1:45 PM
To: Craig Hallett; Brian Malthouse
Cc: Sheldon Player
Subject: RE: EAR
Attachments: image001.jpg; image002.jpg

Craig,

I realize you need this thing ASAP, but after looking at last year’s workpapers and the communication that needs to take place between us and Sheldon, early next week is probably unrealistic. The first I heard of this was yesterday, and Brian and I are out of town on another audit starting Sunday night through Tuesday night. When we return on Wednesday, assuming we have the information we need to get a DRAFT, we still have “Quality Control” standards to meet, and peer review must take place. I will try as hard as I can to get this out to you next week, but I can’t promise that.

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I am currently out of the office, but will be back in the office Wednesday (the 29th), and will be responding to all e-mails and voicemails at that time.

If you need immediate assistance please contact the receptionist at (513) 891-5911, and she can direct your call to the appropriate personnel.

Thank you.

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From: Craig Hallett [challett@k2capitalgroup.com]
Sent: Monday, July 27, 2009 9:18 AM
To: Brandon Powers; Brian Malthouse
Cc: Sheldon Player
Subject: RE: EAR
Attachments: image003.jpg; image004.jpg; image005.jpg

Brandon,

Please keep me updated. End of week would be our preference but I just need to set expectations with our bank.
Thanks much!

Craig Hallett
First Premier Capital LLC
952.224.2457 office | 952.224.2467 or 2490 fax | challett@firstpremiercapital.com
612.887.5581 cell

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From: Brandon Powers [mailto:hpowers@vlcpa.com]
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--------------------------------------------------
Hi Brandon,

Could you give me a status on this when you get a minute. Thanks.

Craig Hallett
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