I would like to take this opportunity to thank you for your interest in lending to HL Leasing, Inc.

Over the past years, it has been our pleasure to have borrowed and repaid millions of dollars to a number of lenders. We are proud that all loans to date have been repaid in accordance with their terms.

As you know, it is HL Leasing, Inc.’s policy to assign to its lenders a lease or leases as collateral for the repayment of their loans. For your review, I am pleased to enclose a form of Loan Agreement and an Assignment of Lease(s) as Collateral.

I also enclose for your review: 1) an HL Leasing, Inc. Lender Profile and Information Sheet; 2) HL Leasing, Inc. Authorization for Direct Payment (for direct deposit); 3) Independent Accountant’s report on HL Leasing, Inc. Procedures; 4) an HL Leasing, Inc. Profile, and 5) a Lender’s Certification. Should you have any questions or desire additional information, please do not hesitate to call or write.

Thank you again for your interest. We look forward to hearing from you soon.

Sincerely,

Dan Ramirez
President
HL LEASING, INC.
OVERVIEW

1. OUR CLIENTS ARE THE "LENDERS"

2. HL LEASING, INC. IS THE "BORROWER"

ALL NOTES ARE SECURITIZED BY STRONG, PERFORMING BUSINESS EQUIPMENT LEASES THAT HL BUYS FROM AMERICAN EXPRESS AT A "DISCOUNT"

THESE LEASES ARE ASSIGNED TO LENDERS AS COLLATERAL AS THE PRIMARY SOURCE OF REPAYMENT TO THEIR LOANS.

3. LENDERS ARE REPAID MONTHLY (25TH OF EACH MONTH)

NOTE: SHOULD 25TH FALL ON A WEEKEND OR HOLIDAY, PAYMENT WILL BE PAID THE FOLLOWING WORKING BUSINESS DAY

4. "DEFAULT" OF ANY CONTRACTS ASSIGNED AS COLLATERAL

HL LEASING ASSUMES RESPONSIBILITY OF ANY DEFAULTED CONTRACTS ASSIGNED TO OUR "LENDERS". IN THE EVENT OF DEFAULT, LENDER WILL EITHER (A) BE ASSIGNED A NEW CONTRACT TO REPLACE DEFAULTED CONTRACT OR, (B) LENDER WILL BE "PAID IN FULL" FOR THAT SPECIFIC CONTRACT.
5. **“EARLY PAYOUT”**

IT HAS BEEN OUR LONG-STANDING POLICY THAT IN THE EVENT OF THIS REQUEST FOR A PORTION OR ENTIRE NOTE PROCEEDS, HL WILL ACCOMMODATE, WITH THE CONDITION THAT WE RECEIVE A THIRTY-DAY WRITTEN NOTICE. TO-DATE, THERE ARE NO CHARGES FOR THESE SERVICES.

6. CURRENT RATES AND TERMS AS OF 9/07 (SUBJECT TO CHANGE)

**“INTEREST ONLY” NOTES**

PAYING **9%** - 36 MONTHS – INTEREST PAID MONTHLY

**“PRINCIPAL & INTEREST” NOTES**

**7%** - 12 MONTHS – PRINCIPAL & INTEREST PAID MONTHLY

**8%** - 24 MONTHS – PRINCIPAL & INTEREST PAID MONTHLY

**10%**-36 MONTHS – PRINCIPAL & INTEREST PAID MONTHLY
HL LEASING, INC.
FORMULA

1. SEASONED EQUIPMENT LEASE PAPER IS ACQUIRED FROM AMERICAN EXPRESS
   (LENDERS COLLATERAL)

   SAMPLE FORMULA

   GROSS VALUED PAPER ACQUIRED FROM AMERICAN EXPRESS $10,000,000.00

   DISCOUNT TO HL LEASING - $ 2,000,000.00

   ACQUISITION PRICE $ 8,000,000.00

   REPAYMENT TO OUR CLIENTS AND PROFITS TO HL LEASING COMES DIRECTLY FROM THE
   “DISCOUNT”

   AMERICAN EXPRESS – NEW YORK

   SELLS HL LEASING EQUIPMENT LEASES WITH THE FOLLOWING CONDITIONS:

   A) MUST HAVE A MINIMUM TWO YEARS “SEASONING” PRIOR TO HL’S ACQUISITION
B) ACQUIRED LEASE PAPER TO REPRESENT THE FOLLOWING PROFESSIONAL SECTOR:

1. MEDICAL – DENTAL APPROXIMATELY 70%

2. AGRICULTURAL RELATED APPROXIMATELY 10%

3. ATTORNEY(S) FIRMS

4. CPA FIRMS

5. FACTORIZING COMPANIES, ETC.

NOTE: NUMBERS 3, 4 & 5 REPRESENT APPROXIMATELY 20%

C) ALL ACQUIRED CONTRACTS MUST HAVE AN “AS AGREED” REPAYMENT HISTORY WITH AMERICAN EXPRESS