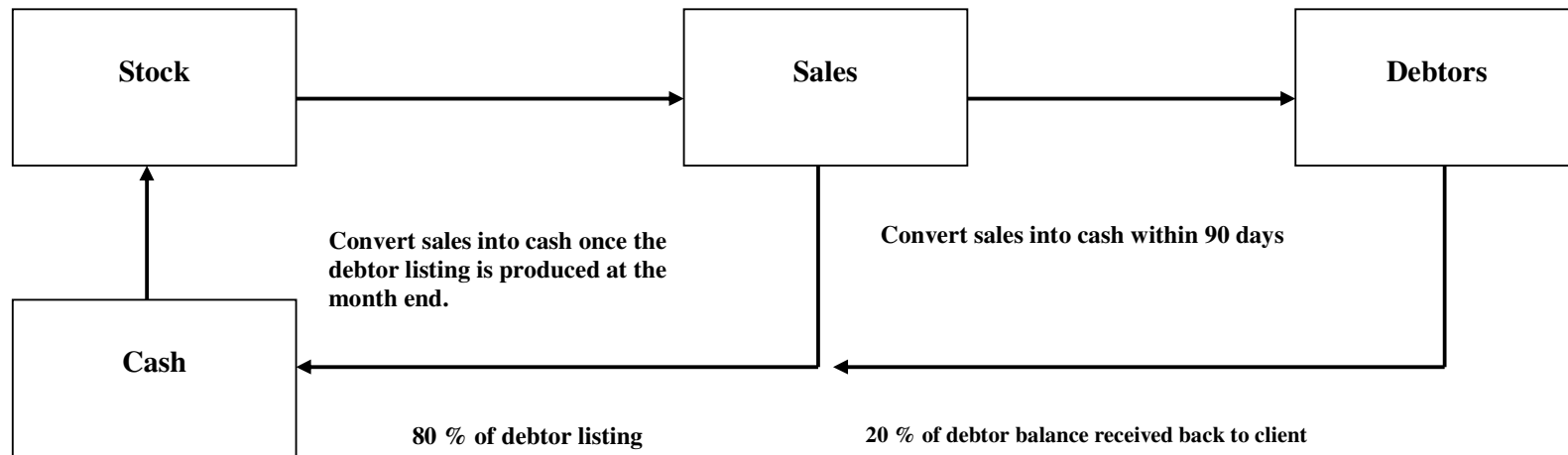


Debtor Finance Facility



A debtor finance facility provides 80 % of the debtor facility in cash within a specified time period of month end (dependent on the finance company chosen). The debtor then pays the amount owed within 90 days to a bank account.

This account is either disclosed or undisclosed. If it disclosed then the debtor knows that the bank account is owned and operated by the lender and also therefore knows that his debt has been effectively sold to the lender. An undisclosed account allows the company's financial arrangements to remain totally confidential.

The debt is split once received 80 % is paid to reduce the debtor finance facility and the other 20 % is paid into the company's general account. The lender will analyse the aged debtors and will discount any debts owed over 90 days. They will also review the debtors' ledger over a period of time (approximately 12 months). They are looking for reversals, credit notes, the right to offset and concentration of major customers.