



Attn. Mr. Michael Fingleton  
New Fjord Developments  
Nika Andjusa 12  
Petrovac na moru  
Montenegro

5<sup>th</sup> of June 2008

Dear Michael,

I wish to send you this note to clarify a number of issues.

1. Yet again the Government has frozen the bank account of New Fjord Developments due to solicitation by third parties of unpaid invoices. The Ministry for Finance for the second time this year has frozen the account.
2. You have refused to pay, after numerous requests, the relevant invoices for security, architects, electricity, etc.
3. You have lied to me on at least 10 occasions in the last number of months that the payments were made but never were.
4. Site is in the middle of a government study of location and the lack of cooperation from your side has not helped this study. We were due to make another payment to the architects in March for the outside treatment of the facades and architectural treatment of the exterior of the building, yet again this was not paid.
5. A representative from the municipality has put us on notice that they intend to take legal actions against New Fjord Development for non payment of taxes.
6. The electricity company has cut off all power which will raise a huge problem as the capacity of the substation on site has now gone back in to the grid.
7. New Fjord Developments actions by Mr. Michael Fingleton Senior and Junior are damaging UEP's reputation in Montenegro and to quote a senior representative from the municipality "The company seems like a joke".

I wish you to revert to me on your comments and your solution for moving forward. I will not let you rubbish my company by association with you.

Yours sincerely,

Louis Maguire