

Brothers of the Baladi

February 28, 2006

All US and Canadian music retailers

Dear Retailer:

By way of this letter, we wish to inform you that effective February 10, 2006, the Allegro Group has been appointed our exclusive distributor for Brothers of the Baladi label in the USA and Canada. Accordingly, we respectfully request that effective the above noted date you acknowledge Allegro Corporation as the exclusive distributor for our products in the USA and Allegro Entertainment Canada Ltd. as the exclusive distributor for our products in Canada.

In addition, please be advised as follows:

1. The previous distributor for our products in the USA was Burnside Distribution and in Canada our previous distributor was n/a.
2. Beginning immediately, product returns should be shipped to:

In the US:

Allegro Group
14134 NE Airport Way
Portland, OR 97230

In Canada:

Allegro Entertainment Canada Ltd.
c/o PIID Canada Distributing Ltd.
1330 Main Street
North Vancouver, BC V7J 1C3
CANADA

Yours truly,



Michael Beach
Brothers of the Baladi
PO Box 14083
Portland, OR 97293 USA
503-288-4684
www.baladi.com
email: mbeach@aracnet.com