

NEW FOLK RECORDS

Date: 11-21-07

All US and Canadian music retailers

Dear Retailer:

By way of this letter, we wish to inform you that effective 11-21-07, the Allegro Group has been appointed our exclusive distributor for **New Folk Records** 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 **Oarfin Records** via **Navarre** and in Canada our previous distributor was the same
2. Beginning immediately, product returns should be shipped to:

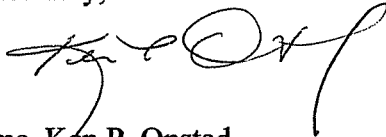
In the US:

Allegro Corporation
14134 NE Airport Way
Portland, OR 97230

In Canada:

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

Yours truly,



Name Ken P. Onstad
Title President