

NO KARMA MUSIC GROUP
169 EAST MONTANA STREET, MILWAUKEE WI 53207
WWW.NOKARMA.COM



Date: Revised January 11, 2006 to add new sublabels.

All US and Canadian music retailers

Dear Retailer:

By way of this letter, we wish to inform you that effective June 17, 2005, the Allegro Group has been appointed our exclusive distributor for **the No Karma Music Group (No Karma Records, Contraphonic Music, Loose Thread Recordings, and Brilliante Records)** in the USA and Canada. Accordingly, we respectfully request that effective the above noted date you acknowledge NAIL Distribution, a division of 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 distributors for our products in the USA were Southern, CTD Ltd, Choke, Revolver, and Lumberjack..
2. Beginning immediately, product returns should be shipped to:

In the US:

NAIL Distribution, a div of
Allegro Corporation
14134 NE Airport Way
Portland, OR 97230

In Canada:

NAIL Distribution, a div of
Allegro Entertainment Canada Ltd.
187 Stevens Drive
West Vancouver, B.C. V7S 1C3
CANADA

Yours truly,

Michael Wojtasiak
Sales Manager, No Karma Music Group