

**Wabana 74 Cotton Mill Hill Unit A256 Brattleboro, VT 05301
ph (802) 257 8961 fx (951) 257 8968**

To: All USA and CANADIAN Music retailers

Dear retailer

This letter is to inform you that ALLEGRO GROUP has been elected as our exclusive distributor for WABANA goods in the USA and CANADA. Accordingly, we respectfully request that you acknowledge NAIL DISTRIBUTION, a division of ALLEGRO CORPORATION as our exclusive distributor in the USA and ALLEGRO ENTERTAINMENT CANADA LTD in CANADA.

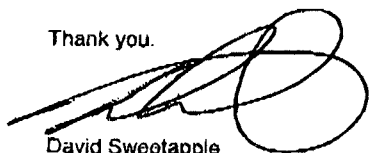
In addition please be advised of the following:

1. the previous exclusive distributor for our product in the USA was CAROLINE DISTRIBUTION, and in CANADA was CAROLINE DISTRIBUTION.
2. Beginning immediately returns should be sent to:

USA:
NAIL DISTRIBUTION
ALLEGRO CORPORATION
14134 NE Airport Way
Portland, OR 97230

CANADA:
NAIL DISTRIBUTION
ALLEGRO ENTERTAINMENT CANADA LTD.
c/o PHD Canada Distributing, Ltd.
1330 Main Street
North Vancouver, BC V7J 1C3
CANADA

Thank you.



David Sweetapple