

dictated/USA.ops 30.10.90,17:19hrs

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New Republic/USA Financial Group, GES.m.b.H
Kartnerstrabe 28/15 Telefon: 414 738 0229
A - 1010 Wien, Austria-Europe

31 OCTOBER 1990

PaineWebber Group, Inc.
Paine Webber, Inc.
GENEVE, SWITZERLAND

VIA TELECOPIER - 41 22 732 4158

DEAR GENTLEPERSONS:

ALTHOUGH ON 02 OCTOBER 1990, WE, **NEW REPUBLIC/USA FINANCIAL GROUP, LTD GES.m.b.H.**, OUR OFFICES REACHED A AGREEMENT IN PRINCIPLE THAT THE PaineWebber - GENEVE OFFICES WILL ASSIST IN OUR GLOBAL FINANCIAL PLANNING IN SECURITIES AND RELATED MATTERS, WE HAVE RECEIVED NO FORMAL ACCOUNT OPENING FORMS AS REPRESENTED IN PAST CORRESPONDENCE.

IN THIS REGARD, I WILL BE TRAVELING BACK TO OUR EUROPEAN OFFICES, INCLUDING THE ESTABLISHMENT OF A GENEVE OFFICE, WITH REAL ESTATE DEVELOPMENT CLOSINGS IN SWITZERLAND. DURING MY VISIT TO GENEVE I WILL AUTHORIZE THE SIGNATURES OF THE ACCOUNTS IN QUESTION TO GROW WITHIN THE PaineWebber UMBRELLA.

AS TO THE PREVIOUS CORRESPONDENCE, WE ASSUME THAT YOUR GENEVE GROUP IS NOT READY TO MEET OUR FINANCIAL REQUIREMENTS. DURING MY VISIT NEXT WEEK I AM CONFIDENT THAT TOGETHER WE CAN FINALIZE AN ACCEPTABLE PLAN TO MEET OUR MUTUAL REQUIREMENTS AND TO ESTABLISH A HEALTHY WORKING RELATIONSHIP.

I HAVE TAKEN THE OPPORTUNITY TO ADVISE WASHINGTON AND NEW YORK TO HOLD IN ABEYANCE PLANNED PROJECTS UNTIL PaineWebber Group SUBMITS THE FORMS FOR OUR REVIEW AND AUTHORIZATION.

ALL PREVIOUS BUSINESS CORRESPONDENCE IS TO REMAIN CONFIDENTIAL AND PROPRIETARY, TO SAFEGUARD ALL GLOBAL CLIENTELE AND RELATED PROJECTS.

THANK YOU FOR YOUR UNDERSTANDING AND CONTINUING COOPERATION TO MEET OUR USA AND EUROPEAN REQUIREMENTS WITHIN THE PaineWebber UMBRELLA.

BEST REGARDS,
FOR AND ON BEHALF OF NEW REPUBLIC/USA FINANCIAL GROUP, LTD GESELLSCHAFT

1/2 **LEO EMIL WANTA**

by: direktor general, wien.ops

AUTH:022
Dist/418/wshdc.ops/va/nv/nyusa.lgl

USA OPERATIONS: LOCKBOX 2546, APPLETON, WIS 54914 TFX: 414 738 7007

NEW REPUBLIC / USA FINANCIAL GROUP, LTD.
POST OFFICE BOX 13313
JACKSON, MISSISSIPPI, USA 39236-3313

September 5, 1988

Merrill Lynch Bank & Trust Company
Post Office Box 111
Somerset, NJ 08873-0111

Reference: VISA 4443 0408 0041 1665

Dear Gentlepersons:

I have not received according to my Wisconsin office any invoice for Ticket Item # 5267021 in the amount of US\$11.20 per sales slip. Please correct all address files to read:

New Republic / USA Financial Group, Ltd.
Post Office Box 2546
Appleton, Wisc., USA 54913-2546

Due to office irregularities discovered in Jackson, Mississippi last week, we are presently interviewing for a new Managing Director, etc. Therefore, Please cancel the existing Credit Card for Marlin V. Baucum, as it was never authorized by our International Management Group.

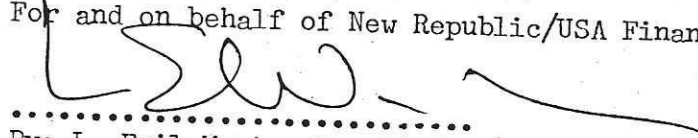
Further, we discovered that the above Post Office Box is registered to Marlin Baucum and NOT New Republic as directed.

Also, I am surprised and shocked that your Jackson office refused to accept a International wire transfer of US\$500,000.00 after we opened a new account. This new development will create a new review on our sister operations with Merrill Lynch in London and elsewhere soonest.

While we review our pending relationships with your International operations, I am enclosing the amount of US\$11.20 to offset the open amount pending.

Thank you for your excellent assistance in this mailing change and credit.

For and on behalf of New Republic/USA Financial Group, Ltd.


.....
By: L. Emil Wanta, President

cc/ W. A. Schreyer, New York

LEW/fbi

2445109004

63428M

DATE 7-8-88

AIRBILL NUMBER 2445109004

From (Your Name) Gary Ezell
 Company MERRILL LYNCH PIERCE FENNER
 Street Address 111 CAPITOL BLDG GR FLR
 City JACKSON State MS ZIP 39201

Your Phone Number (Very Important) 601-968-9624
 Department/Floor No.

To (Recipient's Name) Lee Wanta
 Company New Republic USA
 Exact Street Address 2101 North Edgewood Ave
 City Appleton State WI ZIP 54914

Recipient's Phone Number (Very Important) 414-914-9554
 Department/Floor No.

YOUR BILLING REFERENCE INFORMATION (FIRST 24 CHARACTERS WILL APPEAR ON INVOICE.)

PAYMENT Bill Sender Bill Recipient's FedEx Acct. No. Bill 3rd Party FedEx Acct. No. Bill Credit Card Cash

SERVICES CHECK ONLY ONE BOX

1 PRIORITY 1 Overnight Delivery 6 17" x 12" OVERNIGHT LETTER (9" x 12")

2 Courier-Pak Overnight Envelope 12" x 15 1/2" Overnight Box 12 1/2" x 17 1/2" x 3" A Overnight Tube 38" x 6" x 6" B

DELIVERY AND SPECIAL HANDLING CHECK SERVICES REQUIRED

1 HOLD FOR PICK-UP (Fill in Section II at right)

2 DELIVER WEEKDAY

3 DELIVER SATURDAY (Extra charge)

4 RESTRICTED ARTICLES S (P-1 and Standard Air Package)

5 CONSTANT SURVEILLANCE (Extra charge) (Do Not Complete)

6 DRY ICE

HOLD FOR PICK-UP AT THIS FEDERAL EXPRESS LOCATION:
 Street Address (See Service Guide or Call 800-238-5355)
 City State ZIP * Zip Code of Street Address Required

Federal Express Use Base Charges Declared Value Charge Origin Agent Charge

Emp. No. Date Cash Received Return Shipment

COL. SAM WATSON
Rep. of VANUATU

Merrill Lynch

Merrill Lynch,
Pierce, Fenner & Smith Inc.
111 Capitol Building
Jackson, Mississippi 39201
601 968 9558
800 222 9609
Gary D. Ezell
Assistant Vice President

3727 Alc delv Janta,

WORLD BANK
EXIM Bk.

Co
TONY COSTANZA

702-377-3646

Pacific Island Co
(202) 566-8296

BEN MITCHELL

please sign page 2 in both
copies indicated by "X". Page
needs to be signed by the
I am Fed Exing originals,
of them when you come to
sunny South. FAX the
copies back as soon as you
(601-968-9544).

Ry Syll