



April 12, 2004

New City Resources Inc.
NCR Industrial Centre
250 Baseline Rd. E.
Bowmanville, Ontario

Attention: Mr. Al Ramanauskas & Mr. Allen Au

Dear Sirs;

After receiving your letter regarding your product "Polyboard" and after serious consideration CentiMark decided to review their position on the warranty issue.

Your letter and product information was very compelling. The head of technical services at our corporate office studied your web site and was convinced of the vastly superior nature of your product compared to standard "fibreboard". I then took the physical samples into the back shop and did some strength and durability tests in which "Polyboard" passed with flying colors.

Even though "Polyboard" has never to, our knowledge, been used in an industrial roofing system, CentiMark feels comfortable enough to use your product in our roof system. Secondly, due to the durability of "Polyboard", CentiMark has also decided to give a full 20 year workmanship and materials warranty using our standard clause to deal with the "Polyboard" as follows:

WHAT THIS WARRANTY DOES NOT COVER: (b) Damage to the roof because of failure of any material used as the base which the roof is applied (unless provided by CentiMark) or damage to the roof because of any material used in the roof application which was not furnished by CentiMark.)

Please understand that CentiMark is a very conservative company and since we issue and service our own warranties, we are not in the habit of installing new "untested" types of roof systems that could become a liability to us in the future. But, that being said we truly don't anticipate any problems with "Polyboard" and look forward to installing it on your roof as a "first pilot project".

I look forward to hearing from you.

Yours truly,

Gordon Goodman
Sr. Project Mgr.