



Green Builder's Institute

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Dan Armstrong

Magnum Building Products
10150 Highland Manor Drive
Suite 200
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May 26, 2011

Dear Dan,

To confirm our conversations, please note that the Green Builders Institute, LLC has selected Magnum Building Products to be our EXCLUSIVE supplier of magnesium oxide products. As you know I have been looking at and studying the use of magnesium oxide sheathing since 2005 and had the pleasure of first working with you in 2006.

After much research we find that Magnum Building Products is the most credible organization in the USA magnesium oxide building materials market. You own your testing and it is clear that you have worked hard to meet and exceed the requirements for the ICC AC-308 code compliance criteria. It is also very clear that you have developed a great business model and have operated your business with the upmost professionalism.

Since that time I and my company have worked diligently to create a market for construction panels with magnesium oxide sheathing. The market for such a product exists today and by working together we can become the major players in it.

GBI has developed a great executive team. We are putting the finishing touches on our business plans. By working with you and our other component suppliers we expect to begin delivering high quality technically superior panels for many segments of the construction market by mid-summer 2011. We are PROUD to call you our partners in this endeavor and thank you for bringing a key component for our systems.

I propose we draft a joint Press Release to announce our decision next week and welcome your ideas on what language we should use in that release.

Sincerely yours,

Michael Gandee