



Plastic to Oil

Financial and Liability Analysis



Go forward with project Cost vs. Benefit

Cost to OSGC going forward

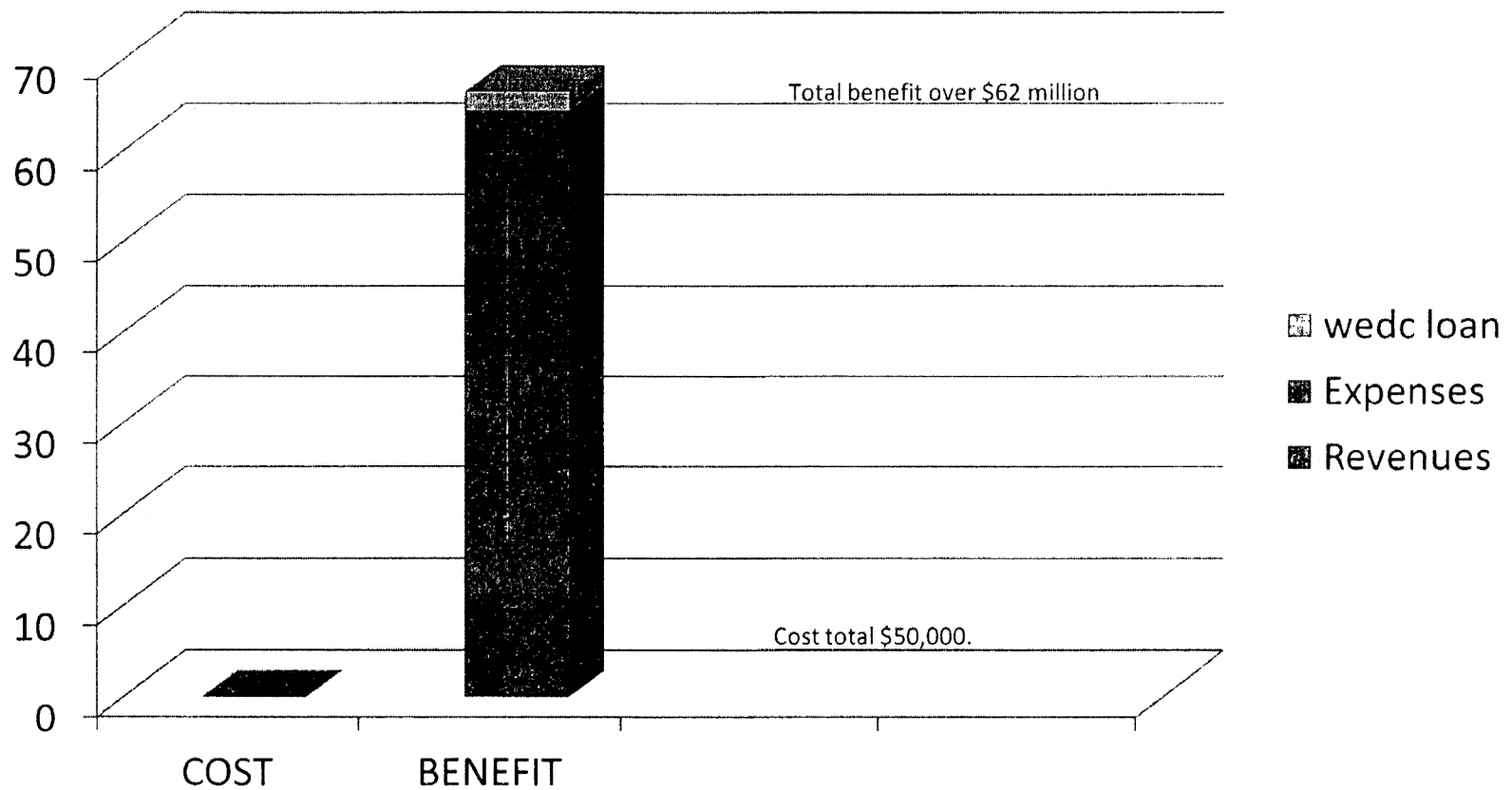
- Cost of Approximately \$50,000
- Three day note for \$870,000.

Benefits to OSGC and GBRE

- Approximately \$3 million/Yr. for 20 years to **OSGC** (\$60 million)
- Approximately \$5 million/Yr. for 20 years to GBRE (\$100 million)
- Receive \$250,000 development fee at closing.
- Released from obligation to pay \$2 million to WEDC.
- Pay outstanding bills of \$400,000 related to project.
- Have money in 9 months to pay Tribe back its loan.

Cost vs. Benefit

OSGC





Don't go forward Cost vs. Benefit

Cost

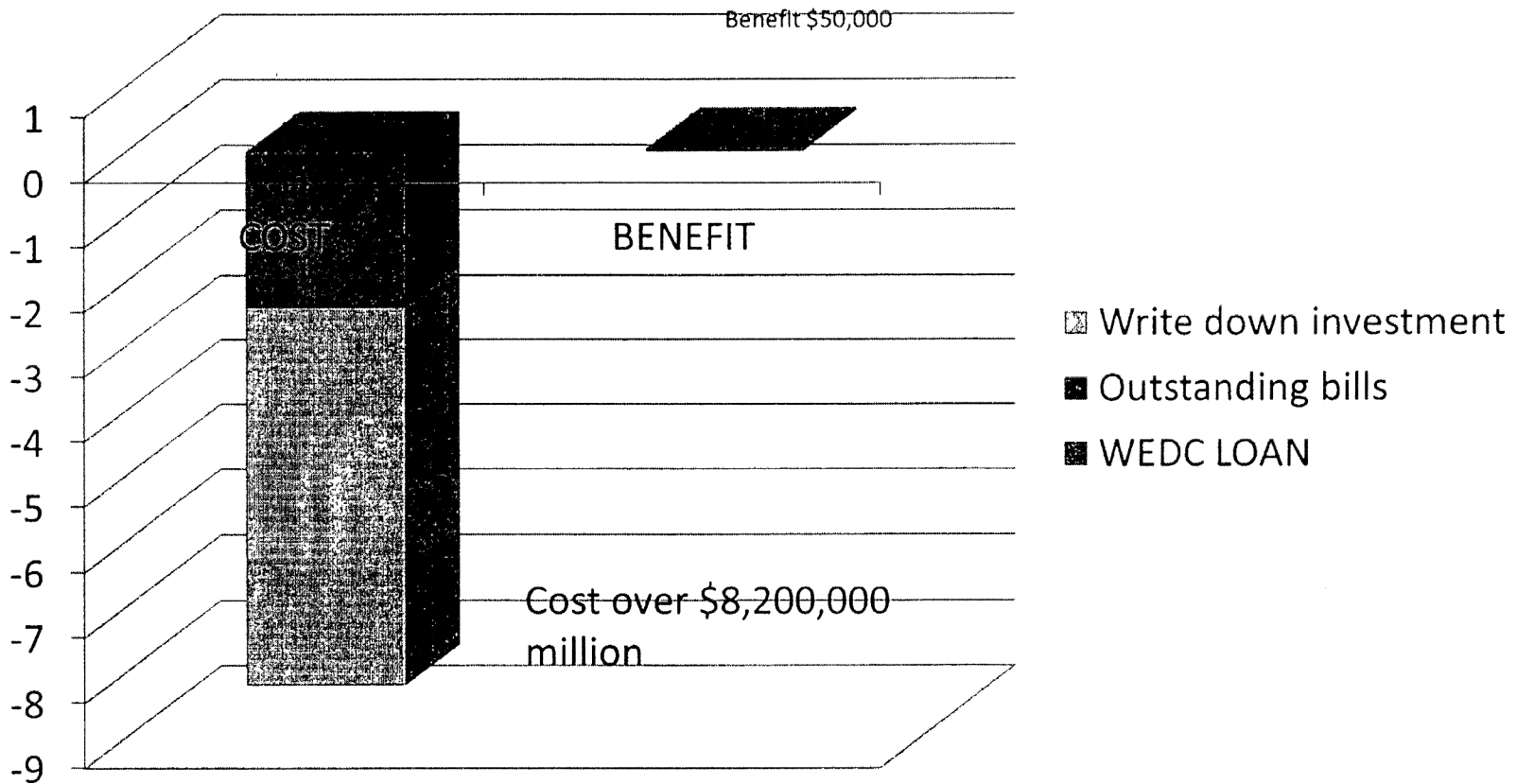
- Repay WEDC loan \$2 million
- Pay outstanding bills on project \$400,000.
- Pay Tribe back on loan for litigation \$340,000.
- Write down entire investment in project \$5,800,000.

Benefit

- Won't spend an additional \$50,000.

OSGC Cost vs. Benefit

Don't go forward



Money you may have to pay back if project fails

OSCG

- If company fails first 8 months, may need to pay back the \$250,000 received.
- If project works for first year and then fails, may have to pay back the \$3 million OSCG received.
- If company fails after that, OSCG will be responsible for amount received up to the outstanding balance of the loan less the value of GBRE's assets.

OEI, GBRE

- If company fails first 8 months, all assets turned over to Bank, companies closed.
- If project works first year, cash in company should be over \$9 million and that will be lost along with all assets.
- After third year GBRE should have enough money in company to pay off loan.



Need to make decision

- Pass motion to either go forward or close down project
 - If to close down need to authorize to put together plan to sell off assets to pay bills and loan, may have additional liability to partners in project
 - If to go forward need to authorize CFO to contact bank and BIA plan to move forward.
 - BIA will then need to meet to approve the loan
 - Final documents will need to be finished
 - Arrange three day loan of \$870,000.
 - Closing scheduled.