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September 9, 1980

Ms. Loren Billings, Director
Fine Arts Research and Holographic
Center, Inc.
1134 West Washington
Chicago, IL

Subject: Holographic Printing System

Dear Ms. Billings:

This letter is to advise you that our firm represents David Koehler, a general partner of Holographic Research Laboratory (the "Partnership"). Mr. Koehler has received a draft of a Lease concerning a Holographic Printing System.

You should be aware that the Holographic Printing System is an asset of the Partnership. It was removed from Columbus, Ohio by Mr. Leiberman without the knowledge or consent of Mr. Koehler. The Lease was negotiated without the knowledge or consent of Mr. Koehler. The Partnership's creditors have outstanding claims against the Partnership in excess of \$13,000.

By removing the Holographic Printing System from Columbus, Ohio, Mr. Leiberman has taken the major operating asset and only source of revenue of the Partnership.

The Lease as drafted is totally unacceptable. The Partnership is not given any opportunity to manage the use of the Holographic Printing System and the proposed rental and royalty fee are unconscionably low in view of the time and money expended by the Partnership to develop the Holographic Printing System. Indeed, Mr. Koehler has no way of knowing whether or not the Holographic Printing System is presently being used, and, if so, what revenues have been realized.

Ms. Loren Billings,
Director

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Let me again stress that the Holographic Printing System is an asset of the Partnership. Mr. Leiberman has no individual authority to change that fact. Even if the Partnership were to be terminated, the Holographic Printing System would have to be sold to satisfy claims against the Partnership and to return the capital investment of the partners.

If you are seriously interested in proposing an equitable lease which will generate adequate profits commensurate with the Partnership's investment or are interested in purchasing Mr. Koehler's Partnership interest, please contact Mr. Koehler at (614) 451-6817 immediately. If you have not contacted Mr. Koehler within 10 days of the receipt of this letter, I have been instructed to retain counsel in Chicago to take all steps necessary to obtain possession of the Holographic Printing System.

Very truly yours,

Fred A. Summer

Fred A. Summer

cc: Robert E. Giffin
David E. Koehler