

HARTLEY PEAVEY
CEO; Chairman Of The Board

September 1, 1998

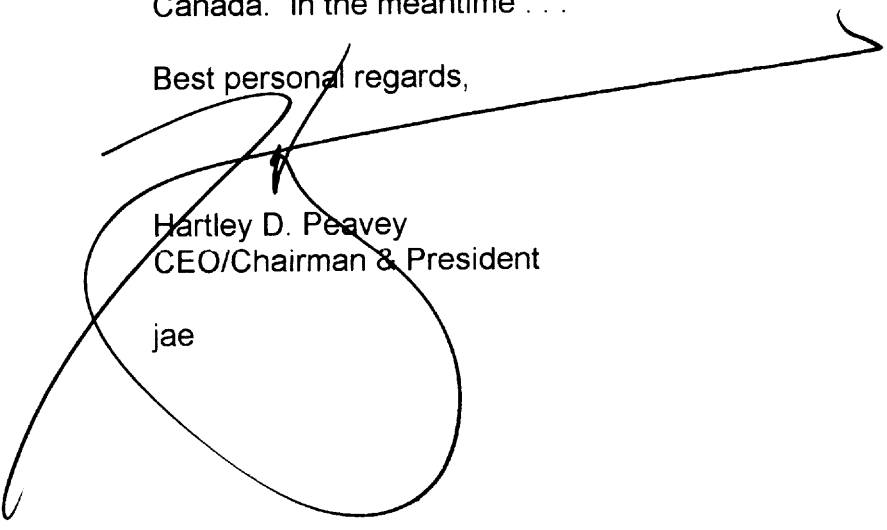
Allan Sharp
A & J Sharp Investments, Inc.
5373 Aspen Drive
W. Vancouver, BC
CANADA V7E 3E4

Dear Allan:

Peavey Electronics has worked with Sharp Investments for ten years now to floor-plan many of our Canadian dealers. During this time, your service has enabled those dealers to adequately stock our products in a manner that is acceptable to the Canadian view of floor-planning.

Allan, we appreciate your services, and we look forward to continuing the mutually beneficial floor-plan program that you are providing our dealers in Canada. In the meantime . . .

Best personal regards,



Hartley D. Peavey
CEO/Chairman & President

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ALLAN SHARP
A & J SHARP INVESTMENTS, INC.
5373 ASPEN DRIVE
WEST VANCOUVER, BC
CANADA V7E 3E4

