



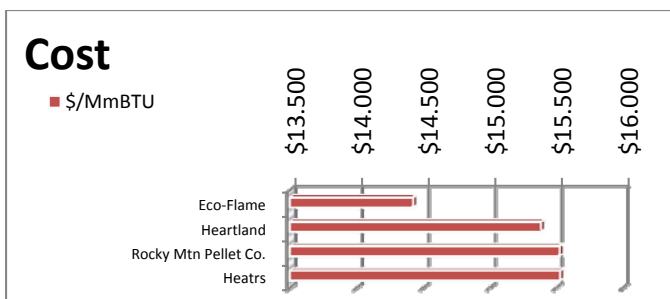
2535 South Lewis Way | Unit 103 | Lakewood, CO | 80227

COLORADO WOOD PELLETS – PRODUCT FLASH

To ascertain the value propositions of various wood pellet fuel products delivered to the Colorado retail market, Victor 8, Inc. obtained 3rd party laboratory¹ test results for the major brands, and combined this information with Victor 8, Inc's own pricing survey data to obtain a composite value.

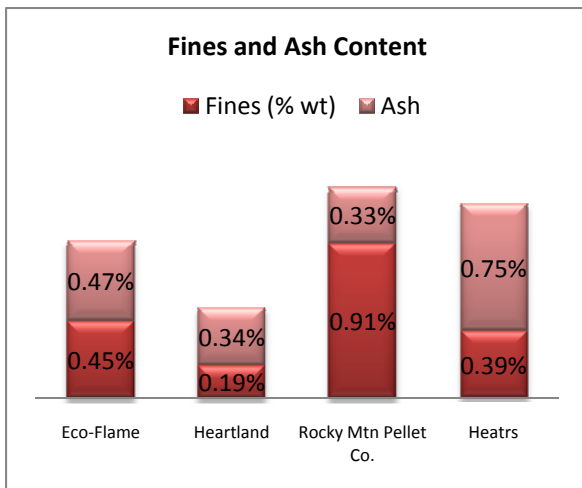
COMPOSITE VALUATION

Below is the composite ranking based on cost per unit of heating value, sorted lowest to highest cost:



	Mean Retail Price / Ton - CO	\$/MmBTU
Eco-Flame ²	\$240.47	\$ 14.422
Heartland	\$255.17	\$ 15.387
Rocky Mtn Pellet Co.	\$241.81	\$ 15.523
Heat'rs ³	\$256.38	\$ 15.531

RESULTS OF PRODUCT TESTING



	Moisture	Ash	Sulfur	Heating Value	Fines
Heat'rs	4.60%	0.75%	0.007%	8,254	0.39%
Rocky Mtn Pellet Co.	6.53%	0.33%	0.006%	7,789	0.91%
Heartland	4.39%	0.34%	0.006%	8,292	0.19%
Eco-Flame	3.77%	0.47%	0.007%	8,337	0.45%

As a reference, PFI⁴ graded fuels must meet the following minimum requirements for a premium pellet: no more than 0.5% fines (be weight) and less than 1% ash content.

¹ Victor 8, Inc. uses Twin Ports Testing – <http://twinportstesting.com>

² Eco-Flame is a brand of Confluence Energy in Kremmling, Colorado – <http://www.confluenceenergy.com>

³ Heat'rs, TerrAmigo and GreenTree are branded pellet fuel products by Forest Energy in Show Low, Arizona

⁴ Pellet Fuels Institute <http://pelletheat.org>