

In the contract, the final product manufactured for the distribution will be subject to reasonable approval by Sawatacon any changes to the product shall be deemed to be the sole property of the company unless specifically agreed by the parties.

The product shall at no cost to Sawatacon bear a tag on stamp indicating the patent in favour of Sawatacon. The tag shall also bear the Sawatacon logo and shall be incorporated on to the tag. The Sawatacon logo from the inception of this contract was always and only "SAWA" and was the proper surname of the president and CEO of Sawatacon, Dr. Thomas M. Sawa.

On a letter dated June 25, 2001 Brace International via its president, Robert Dreesch, terminated the exclusive agreement between Sawatacon and Brace International to be effective as of July 31, 2001, regarding the manufacturing and distribution of the shoulder brace under United States Patent No. 4, 795, 198.

After the termination date of the exclusive agreement between Sawatacon and Brace International, Brace International commenced manufacturing, selling and distributing a shoulder brace identical to that defined in US patent No. 4, 735, 198 which is owned exclusively by Sawatacon.

Brace International also continued after July 31, 2001 to use the "SAWA" Mark on shoulder braces it manufactured that was only allowed previously in an exclusive license between the parties and that was now terminated.

In addition, Brace International has been and is advertising on the internet shoulder braces with the trade name of SAWA MAX and MAX which are copies of braces under U.S. patent numbers 4,735,198 and 7,081,101 B1 which are solely owned by Sawatacon. This is being done illegally without consent and is clearly misleading the consumer to the prejudice of Dr. Sawa.

Dr. Thomas M. Sawa is an internationally known and recognized sports chiropractor throughout amateur and professional sport. Brace International is utilizing Dr. Sawa's name on their products without his permission there by misleading the public as to its origin and sponsorship.

The above actions by Brace International after July 31, 2001 were and are patently illegal and breach obvious trademark and patent laws, and create fraud and misrepresentation on the public to the detriment of Sawatacon, Dr. Thomas M. Sawa and the public at large.

Dr. Thomas M. Sawa hereby states that he is the President and the Chief Executive Officer and the Director of Sawatacon and as such has the authority to act for and on behalf of Sawatacon.

Dated this _____ of August, 2007.

Thomas M. Sawa

Sawatacon – Dr. Thomas M. Sawa
- President, C.E.O, Director of Sawatacon

CERTIFICATE OF SERVICE

I, Thomas M. Sawa, on behalf of myself and Sawatacon hereby certify that our response to the answer of Brace International is hereby being sent by registered mail to:

Robert Dreesch

Brace International Inc

1413 B. Woodmont Lane, N.W.

Atlanta, GA 30318