



Proof of Product and On-Site Inspection Addendum

Comes Now, Network Scrap Metal Corporation ("NSMC"), a United States of America Corporation, hereby provides this Proof of Product and On-Site Inspection Addendum for all issued contracts, subject to the following terms and conditions, to-wit:

1. NSMC shall provide proof of product by means of an on-site inspection of the material sold under any of its contracts provided that,
2. The Buyer has made their deposit in clean and clear funds into the account of NSMC designated by any of its properly countersigned contracts along with its term Letter of Credit, and
3. The Buyer provides copies of all attending parties passports within 72 hours from signature of contract, and
4. The country of loading permits such visitation of each party whose passport has been submitted with the express understanding that NSMC shall not be held liable under any circumstances as a result from any constraint, delay, condition or rejection, and
5. The Buyer shall pay for any and all costs incurred for such on-site inspection no matter its origin to be paid immediately upon presentation of invoice, and
6. Should the Buyer reject any material offered by NSMC, then NSMC reserves the right to show additional material from any other site it deems appropriate until such time as the material is deemed acceptable by the buyer, but limited to a maximum of the yards currently available to NSMC without incurring breach therein of any contract entered into between the Buyer and NSMC.
7. The Buyer may withhold any Proof of Product and On-Site Inspection during the term of any NSMC contract, but such inspection shall be exercised only one time during the course of any NSMC contract without express written agreement by both parties.
8. This Addendum shall not be applicable for any NSMC contract defined as a Spot Contract or contract lasting in duration for less than three (3) calendar months.
9. Should the buyer demand SGS as Proof of Product, buyer shall place \$6/MTW of their total planned order into NSMC's account upon the request to pay for such inspection, and such report will be sent direct to the buyer upon its completion by SGS.

Executed this 21st day of April, 2007.

