



July 28, 2008

Bill,

Here is a summary of the AgroDiamonds Gold product we are trialing at our Nursery.

We used the 4 month AgroDiamonds Gold product at three different rates that were 5, 7, and 10 pounds per yard, incorporated into the soil. We also used Apex 17-6-12 at 10 pounds per yard. We potted Erica Mediterranean Pink heather on April 9th, 2008. Attached I have included pictures of the three different AgroDiamonds Gold rates. These were taken three and a half months after potting. At this point I see no difference in size, color, or root growth between the different rates. This is really encouraging to see, especially in regards to the low rate, which would translate to significant cost savings. We will continue to monitor this trial for the rest of the season and see how they finish.

We also started a small trial using the 16 month AgroDiamonds Gold product. This was potted July 16th. This length of product is more of what we would be using at our nursery. We would be targeting this product to carry 18-24 months.

To this point, the 4 month product looks very good. I like what I see, and I expect the plants to finish strong. Based upon the results so far we would plan to use AgroDiamonds Gold in most if not all of our production. We will continue to update you as we gather more information.

Also, we would like to start trialing the longer term AgroDiamonds Gold products in our blueberry field crop. We might want to look at a combination of the AgroDiamonds Gold product and regular AgroDiamonds, because this crop has to be watered everyday. I will get together with you in the next few weeks to finalize a plan.

Thanks,

A handwritten signature in black ink that reads "Ron".

Ron Schmidt
Production Manager