PROJECT APPLICATION

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Confidentiality

All information contained in this Application will be treated confidentially to the extent permitted by law (see "Certification" section IV of this Application). Under the New York State Freedom of Information Law, Information must be disclosed unless such information contains trade secrets (which, if disclosed, would cause irreparable harm). Please indicate which information provided in this Application constitutes trade secrets with an explanation as to why in a letter accompanying this Application. The letter should be addressed to the New York City Industrial Development Agency.

Bond Program	0	
Small Industry Incentive Program	123	
Industrial Incentive Program	σ	
	Small Industry incentive Program	Small Industry Incentive Program

(SIIP, if annual revenues are less than \$5 million and IIP, if annual revenues are greater than \$5 million)

By what date do you wish to close the proposed project financing? June 30, 2001

I. Applicant Information	
Applicant's Name: LEO INTERNATI	IONAL INC.
Address: 80-00 Cooper	Avenue, Glendale, New York 11385
Phone/Fax Numbers: 718 416 2644; 416	5 2633 fax
IRS Employer ID Number:	
S.I.C. Code:	and a second sec
NY State Dept. of Labor	ductor i added al
Number (if applicable)	
Officer of Applicant completing this application (co	intact person):
Name: GARY STERN	Title PRESIDENT
Phone #: 718 416 2644	Title: PRESIDENT Fax #: 718 416 2633
	Γάλ #. <u></u> Γάλ #. <u></u> Γίο 110 2035
To describe what kind of entity Applicant is, please	check one of the following:
Public Corp. Private Corp. General Partne Limited Liability Company Other (specify)	The second
Applicant's State of incorporation or Registration:	New York
States in which Applicant is qualified to do busines	
	ED Phone #:718 2615343 Fax #:718 2614992
	ED, ESQ., 98-20 Metropolitan Avenue, Fores
Applicant's Accountant: Name: LARRY KLEIN	Hills, New York 11375-6628
	ER, P.C., 21 Habor Park Drive North Port Washington, NY 11050

4. Please provide the following information regarding all present and proposed tenant(s) and sub-tenant(s) at the proposed project site, their percentage of occupancy, and affiliation with the Applicant.

Name Contact & Phone	Affiliation with Applicant	Square Feet & Floors (Percent of Occupancy)	Lease Expiration	Tenant Business
		in the second		antor Nerra
Townston - school -	NOT APPLICAE	LE		

5. Provide street address, borough or town, for premises which you currently own or lease, even if you don't occupy same. Do you plan to terminate/sell/vacate/remain at such premises? With . respect to currently leased premises, provide the name and address of the landlord and the expiration date of the lease term. Please provide additional details on an attached sheet.

Property Location	Borough/ Town	Own/Lease	Landlord	Lease Expiration	Planned Disposition
80-00 Cooper Avenue	Queens	lease		Aug,2002	N/A
Glendale, NY					nastan I
arthread Residences are access			a serie beste	and call in any	diverse 1

6. Is there a relationship, by virtue of common control or through related persons, directly or indirectly, between the Applicant and the present owner of the project site?

7.

TYES

KNO If yes, please provide all details on attached sheet.

Will a real estate holding company, limited liability company, or partnership be formed to own the project or premises?

YES DNO

If yes, please provide the name and address of same, the kind of entity (corporation, partnership, etc.), and its officers, partners, shareholders, members, and their respective percentage ownership, etc.

SUTTER AVENUE REALTY CO. LLC 80-00 Cooper Avenue Glendale, New York

Sole member: Gary Stern

- 7. If you responded yes to the previous two questions, in what litigation is Applicant, or any of the individuals and entities currently involved, either as plaintiffs or as named defendants? Provide all details on attached sheet.
- 8. Does Applicant have any contingent liabilities? (e.g., pending claims; federal, state or local tax liabilities; judgment liens; other liens, etc.)

O YES If yes, please provide all details on attached sheet. W NO

Has Applicant filed all required tax returns with appropriate governmental jurisdictions entities? 9.

& YES If no, please provide all details on attached sheet.

Please provide the following information:

10.	Company Principals (please attach a brief resume)
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Name	Title	Address	Social Security Number	Date of Birth
GARY STERN	President	68-60 108th Street		8-1-58
		Forest Hills, NY		
		11375		
Bellacian part				

11. Maior Customers

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Company Name	Address	Phone/Fax	Contact Person	Percent of Sales
	SEE ATTACHED			

IV. CERTIFICATION

Leo International Inc.

I, the undersigned, request on behalf of ______ ("Applicant") that this Application, including financial data and any tax returns submitted herewith, be submitted for review by the Board of Directors of the New York City Industrial Development Agency ("IDA"). I hereby certify that the information contained herein and in the attachments hereto, are, to the best of my knowledge and belief, accurate, true and correct. I understand that any intentional misstatements or misleading information contained herein, or the omission of relevant information, could be cause for rescission of IDA approval and IDA benefits. Further, I fully understand and accept the fees associated with the IDA program, including but not limited to the IDA Closing Fee; I fully understand and accept the benefit package I am to receive under the IDA program; and I acknowledge receipt from the IDA of a memorandum explaining legal, insurance and various real estate related requirements, all of which will be necessary for the contemplated project.

On behalf of Applicant, I hereby acknowledge and agree that Applicant shall be, and is responsible for, and shall promptly pay all costs incurred by the IDA, in connection with document negotiations, closing and, where applicable, bond issuance and sale, whether or not closing occurs and whether or not bond issuance and sale occur in applicable instances. The aforesaid costs, and Applicant's obligation hereunder to pay for same, shall include, but not be limited to, attorney's fees. Applicant's obligations hereunder are absolute and shall in no event be contingent upon closing.

On behalf of myself, all other principals of Applicant, and Applicant, I hereby authorize the IDA and the New York City Department of Investigation (DOI) to initiate their background clearance procedure with respect to myself, all other principals of Applicant, and Applicant. I, all other principals of Applicant, and Applicant agree to give the DOI permission to secure all necessary personal data from all relevant sources, public and private, and I, all other principals of Applicant, and Applicant further agree to cooperate in all phases of the DOI background and clearance procedure. I, all other principals of Applicant, and the Applicant agree to hold the IDA and the City of New York harmless with respect to any claims for injury, damage, loss or expense which may arise should the above mentioned background clearance procedure not be completed satisfactorily.

On behalf of Applicant and its existing and future affiliates, I authorize any private or governmental entity, including but not limited to The New York State Department of Labor ("DOL"), to release to the IDA and/or to the New York City Economic Development Corporation ("EDC"), and/or to the successors and assigns of either (collectively, the "Information Recipients"), any and all employment information under its control and pertinent to Applicant and its existing and future affiliates and the employees of same. In addition, upon the IDA's request, Applicant shall provide to the IDA any employment information in Applicant's possession or in the possession of any of Applicant's existing and future affiliates, which is pertinent to Applicant and Applicant's existing and future affiliates and the employees of same. Information released or provided to information Recipients by the DOL, or by any other governmental entity, or by any private entity, or by Applicant itself (collectively, "Employment Information"), may be disclosed by the Information Recipients in connection with the administration of the programs of the IDA, and/or EDC, and/or the successors and assigns of either, and/or the City of New York, and/or as may be necessary to comply with law; and, without limiting the foregoing, the Employment Information may be included in (x) reports prepared by the information Recipients pursuant to New York City Local Law 69 of 1993, (y) other reports required of the IDA, and (z) any other reports required by law. If the IDA approves this Application and the IDA Board of Directors approves the financing project which is the subject of this Application, this authorization shall remain in effect through the term of the financial assistance documents which the Applicant and the IDA will enter into at closing. If the IDA does not approve this Application, and/or the IDA Board of Directors does not approve the project which is the subject of this Application, this authorization shall remain in effect through the earlier to occur of the aforesaid decisions not to approve.

LEO INTERNATIONAL INC. COMPANY BACKGROUND

GARY STERN, is the President of LEO INTERNATIONAL INC. and the sole member of SUTTER AVENUE REALTY CO. LLC. Mr. Stern is 42 years of age and graduated with a B.S. from Ithaca College in 1980.

During the period1980-1987 Mr. Stern worked in related industries of plumbing supplies. In 1986 Mr. Stern began LEO INTERNATIONAL. The company was originally located in Manhattan and there were no employees. Mr. Stern focused on importing of pipes, valves and fittings to master distributors in the United States. In 1992, he moved the company from Manhattan to Queens where he currently employs twelve (12) people with a warehouse base of almost 20,000 square feet.

Mr. Richard Shaeffer is the general manager and CFO who has been with the company for two (2) years. Mr. Henry Ma is the warehouse manager and has been with the company for six (6) years in his current capacity.

LEO INTERNATIONAL

IDA Project Application Supplement to Question #11 Major Customers

Company Name	Address	Tel#/Fax#	Contact Person	% of Sales
Mayer Malbin	41-01 36 th Avenue Long Island City, NY 11101	718 937 5100 718 937 3095 (fax)	John Gordon	4
Paul's Plumbing Su	pplies 128 Greenpoint Ave. Brooklyn, New York 11222			3
Plumbing Solutions	43-76 10 th Street Long Island City, NY 11101	718 706 9514 718 786 4344 (fax)	Jeff Respler	8
Eastern Metal	150 Broadway Brooklyn, New York 11211	718 387 7805 718 384 1552 (fax)	Lee Beiher	2

LEO INTERNATIONAL

IDA Project Application Supplement to Question #12 Major Suppliers

Company Name	Address	Tel#/Fax#	Contact Person
Guandong Ship Building Industry Corp.	60 Guang Da Road Guangzhou, China	86 20 8334719	Anthony Cheng
Shanxi Garments & Knitwears Corp.	38 Hanximen Street Taiyuan, Shanxi, China	86 351 3535317 a	Li Fei
Beijing Beler Plumbing Mfg. Ltd.	#1 Liang Jia Dian Fu Cheng Haidian District Beijing, China 100036	86 10 88118689	Xiao Ming Xu
Baoding Tianpeng Group Corp.	12-1 Chaoyang Road Boading, Hebei, China		Yang Shu Lin

YOUR PIPELINE CONNECTION

LEO INTERNATIONAL, INC.

LEO International was established in 1986 to be the complete source for the PVF, HVAC, and Plumbing Industry. LEO is an import manufacturer specializing in Forging, Casting, and Injection Moulding Processes.



Our Piping Products are manufactured from: Alloy-Carbon-Stainless Steel, Ductile-Gray-Malleable Iron, Bronze-Brass, Ceramics and Rubber Polymers.

LEO products are manufactured to the standards set by: ASTM, ASME, AWWA, ANSI, MSS, and LLOYDS REGISTER. Chemical and physical mill test reports are supplied with each shipment. We guarantee our products and cover you with **Product Liability Insurance.**

LEO is continually sourcing world wide for **reputable mills** to produce **consistent-reliable-cost effective** components to **perfectly fit** the application.

Water, Oil, Gas, Chemicals must be regulated, transported and stored. LEO can advise and supply the components to perfectly fit the application.

OEM/Blue Print/Custom Design requirements are a specialty of LEO International. We utilize 100% of our potential for research and development. Our staff and associates





monitor your order from placement with a chosen mill continuing down thru the pipeline expediting customs documentation to insure a secure, timely doorstep delivery.

Scheduling, Quality Control, Packing and Shipping are individually managed to assure Customer Satisfaction.

SERVICE...SERVICE...SERVICE is what you receive from Leo. We concentrate on your needs, advising you of current market trends, and product development.



LEO INTERNATIONAL IS YOUR PIPELINE TO SUCCESS !!!

LEO INTERNATIONAL, ENC. 80-00 Cooper Avenue, Glendale, New York 11385 718-416-2644 Fax: 718-416-2633