

June 3, 2008

The Alliance Contractor Team
3850 Three Mile Lane
McMinnville, OR 97128

Dear Sir or Madam:

Sometime in the next few weeks, the Project On Government Oversight (POGO) will update its Federal Contractor Misconduct Database (<http://www.contractormisconduct.org/>), a compilation of information from public resources regarding government contractors, including The Alliance Contractor Team. On November 14, 2006, we sent The Alliance Contractor Team information regarding findings in POGO's database. As of today, we have not received a response from you. I have enclosed the findings relevant to your company, and I am seeking verification of this data.

Any response would be greatly appreciated, as the accuracy of this information is in the best interest of all parties. Out of fairness to The Alliance Contractor Team, please be assured that any response received by POGO will be posted on the website along with the data.

The biggest change we will be making to the database is the inclusion of more federal contractors (the top 100). We are also adding new instances that we have found in recent months and updating instances already in the database with new information. Please note that the database also includes pending instances, but these are kept separate from resolved instances and are not included in the totals.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Neil Gordon
Investigator

Enclosure

Instances

1. Banc of America Securities LLC v. Evergreen International Aviation (Breach of Contract)

Date: 03/31/2006 (Date of Settlement Agreement)

Misconduct Type: Non-governmental Contract Fraud

Enforcement Agency: Non-Governmental

Contracting Party: Non-Governmental

Court Type: Civil

Amount: \$1,100,000

Disposition: Settlement

Synopsis: On May 22, 2003 Banc of America Securities LLC filed a lawsuit alleging “claims for breach of contract and quantum meruit, arising out of agreements in which Banc of America agreed to act as [Evergreen International Aviation’s] financial agent in exchange for the payment of certain fees.” A settlement was reached on March 31, 2006, under which Evergreen International Aviation will pay Banc of America Securities \$1.1 million.

2. Fraud and Breach of Contract

Date: 05/06/2005 (Date of Settlement Agreement)

Misconduct Type: Non-governmental Contract Fraud

Enforcement Agency: Non-Governmental

Contracting Party: Non-Governmental

Court Type: Civil

Amount: Undisclosed

Disposition: Settlement

Synopsis: On February 11, 2003, Tridair Repair and Manufacturing, Inc. filed a complaint against Evergreen International Aviation, Inc. “alleging fraud and breach of contract”. “On May 6, 2005, the parties entered into a Settlement Agreement and Release whereby each party agreed to dismiss all claims, with prejudice, in exchange for the release of such party’s equipment and property held by the other party”.