

TO: Modo (Records and Tapes) Limited
2 Rutland Park
Sheffield
S10 3PD
trading as INTER MODO ("you")

FROM: Alex Paterson
and
Kristian Weston
both care of
2 Rutland Park
Sheffield
S103PD ("we")

Dated 25th day of October, 1993

Dear Sir:

Whereas we are exclusively bound to you in respect to our recording services and you have licensed the product thereof to BIG LIFE RECORDS LIMITED with our consent; and

Whereas you now wish to license the product of our services to ISLAND RECORDS LIMITED for up to six (6) Long Playing Records.

In order to enable you to enter into such agreement with ISLAND RECORDS LIMITED and in consideration of you paying to us eighty percent (80%) of all income received therefrom, including for the avoidance of doubt all advances royalties and other monies in place of our share of the net receipts as provided for in our exclusive agreement before referred to, we hereby agree to deliver to you exclusively such number of Long Playing Records as will enable you to fulfill your commitment to ISLAND RECORDS LIMITED in the agreement of today's date sight of which we have had and to which we have signed an inducement letter.

We and you acknowledge it is our intention that you receive your twenty percent (20%) of such monies gross and that we will bear all recordings costs and the like from our share of such monies.

Yours Sincerely,



Alex Paterson


Kristian Weston

Read and Agreed


MODO (RECORDS AND TAPES) LIMITED