



October 28, 2008

Mr. Mike Shook  
APInnovations  
1012 E. 22<sup>nd</sup>  
Stuttgart, AR 72160

Mike,

I want to thank AP Innovations, Inc (API) and AP Fabrications, LLC (APF) for the effort and hard work you all committed while building and starting up our 5MM Gallon biodiesel plant. Both you and your employees were always here when we need assistance and it made a big difference. Such service builds great working relationships and we appreciate it.

AP Innovations, Inc and AP Fabrications, LLC continues to go the “extra mile” helping us keep our line running. As you know, biodiesel plants never break during the day and we can always get someone on the phone at API no matter the time.

It has not been easy being your first 5MM Gallon plant using this technology. Despite the problems, there was never a give up attitude by API or APF. Both companies worked hard to satisfy us and it has paid off for Milagro and I appreciate that greatly.

Sincerely,

*Gary Meloni*

Gary Meloni

COO

Milagro Biofuels of Memphis