

ASSET PURCHASE AGREEMENT

THIS ASSET PURCHASE AGREEMENT (the "**Agreement**") is entered into this 28th day of September, 2017 by and between WILLIAM M. HYMAN, a natural person and resident of American Samoa, d/b/a Pacific Channel ("**Seller**"), and AMERICAN SAMOA ADVENTIST MEDIA MINISTRY, INC., an American Samoa nonprofit corporation ("**Buyer**").

WHEREAS, Seller is the licensee of Low Power Television station K11UU-D, licensed to Pago Pago, American Samoa (Facility ID #130292) (the "**Station**"), which he operates pursuant to authorizations issued by the Federal Communications Commission (the "**FCC**" or "**Commission**"); and

WHEREAS, Buyer has been purchasing airtime on the station pursuant to a time brokerage agreement dated August 12, 2016 (the "**TBA**"); and

WHEREAS, Buyer desires to purchase from Seller the Assets (as defined in Section 1.1) used in the broadcast operations of the Station, and to obtain an assignment from Seller of all FCC Licenses and Other Authorizations (each, as defined in Section 1.1) held in connection with the operation of the Station, and Seller desires to sell such Assets to Buyer and to assign to Buyer all such FCC Licenses and Other Authorizations, all in accordance with and subject to the terms and conditions contained herein; and

WHEREAS, authorizations issued by the FCC may not be assigned or transferred without the Commission's prior consent by grant of an appropriate application;

NOW, THEREFORE, in consideration of the foregoing and of the mutual covenants and agreements set forth herein, Buyer and Seller (each a "**Party**" and together, the "**Parties**") agree as follows:

1. SALE AND PURCHASE OF ASSETS.

1.1. **Sale and Purchase of Assets.** Subject to the terms and conditions set forth in this Agreement, Seller agrees to sell, convey, transfer, assign, grant and deliver to Buyer, and Buyer, in reliance on the representations, warranties and covenants of Seller, agrees to purchase, acquire and accept from Seller at the Closing (as defined in Section 11.1) to be held on the Closing Date (as defined in Section 11.1), all of Seller's right, title and interest in and to all of the tangible and intangible assets owned by Seller and used or held for use exclusively in connection with the broadcast operations of the Station and that are described below (the "**Assets**"); provided that the Assets shall not include the Excluded Assets (as defined in Section 1.2):

(a) all Seller's interest in the real property, located on Vaitogi Road, Vaitogi Village, Tualauta County, American Samoa, on which are located the Station's studio and transmitter sites (the "**Real Property**"), and all easements, privileges, rights-of-way, appurtenances, licenses, permits and other rights pertaining to or accruing to the benefit of such fee interests, and all buildings, structures, fixtures, and improvements situated, mounted and located thereon ("**Improvements**");

(b) all equipment, furnishings, structures and other tangible personal property used or held for use exclusively in connection with the broadcast operations of the Station, and any parts, upgrades or replacements thereof, and all of Seller's interest (to the extent assignable) in and to all manufacturer's, distributor's or other warranties relating to any of the foregoing, all as set forth on Schedule 1.1(b) (the "**Tangible Personal Property**");

(c) all licenses, permits and other authorizations that have been or will be issued to Seller by the FCC for the operation of the Station, including any modifications and/or renewals thereof or any pending applications therefor, each as set forth on Schedule 1.1(c) ("**FCC Licenses**") and, to the extent they are assignable, all other licenses, permits, franchises, authorizations and other similar rights issued by any federal or local governmental authority held by Seller for the Station's broadcast facilities (collectively, "**Other Authorizations**");

(d) all engineering and other books, papers, files, correspondence and records pertaining to the broadcast operations of the Station, including the log books, political files, copies of all filings and correspondence with the FCC that are in the possession of Seller, but excluding Seller's corporate and financial records or other records not pertaining to such broadcast operations of the Station; and

(e) all goodwill related to the Station.

Except as otherwise provided in this Agreement, the Assets shall include all such Assets existing on the date of this Agreement and all such Assets acquired in the ordinary course of business of the Station between the date of this Agreement and the Closing Date, other than those Assets consumed in the ordinary course of business. The Assets to be sold hereunder shall be transferred to Buyer at the Closing free and clear of all liens, claims, security interests, encumbrances and liabilities ("**Encumbrances**") other than the Permitted Encumbrances (as defined in Section 3.5), and those to be created in connection with transactions contemplated herein.

2. CONSIDERATION.

2.1. Purchase Price. In consideration of the sale and transfer of the Assets, Buyer agrees to pay to Seller and Seller agrees to accept from Buyer the sum of One Hundred Seventy-five Thousand Dollars (\$175,000.00) (the "**Purchase Price**"), to be paid by Buyer as follows:

(a) All funds paid by Buyer to Seller as of the Closing Date for airtime pursuant to the TBA shall be credited against the Purchase Price.

(b) At the Closing, Buyer shall execute and deliver to Seller a promissory note (the "Promissory Note") substantially in the form attached as Exhibit 2.1(b)(i) obligating Buyer to pay Seller the then unpaid balance of the Purchase Price in monthly installments of Ten Thousand Dollars (\$10,000) beginning as of the first day of a calendar month that is not less than fifteen (15) days and not more than forty-five (45) days after the Closing Date. The Promissory Note shall not earn interest. The last monthly installment shall be equal to the remaining unpaid balance of the Purchase Price if such amount is less than Ten Thousand Dollars (\$10,000).

2.2. **Assumed Liabilities.** At the Closing, Buyer shall not and does not assume any liability or obligation of Seller of any kind or nature.

2.3. **Allocation of Purchase Price.** The Purchase Price shall be allocated among the Assets as provided on Schedule 2.3 (the “**Allocation**”). Buyer and Seller agree to act in accordance with the Allocation in the preparation and filing of their respective IRS Form 8594’s (if any) and all tax returns and in the course of any related tax audit, appeal or litigation. In the event the Purchase Price shall be adjusted pursuant to this Agreement, the Allocation shall be modified on such basis as Buyer and Seller agree to reflect such adjustment.

3. **REPRESENTATIONS AND WARRANTIES BY SELLER.** Seller represents and warrants to Buyer as follows:

3.1. **Authority and Standing.** Seller has the requisite power and authority to own and operate the Assets, to carry on his business with regard to the Station as now conducted, and to enter into and perform the terms of this Agreement and the agreements and instruments called for hereunder (the “**Collateral Agreements**”) and to consummate the transactions contemplated by this Agreement and the Collateral Agreements.

3.2. **No Conflict or Breach; Third Party Consents.** The execution and delivery by Seller of this Agreement and the Collateral Agreements, the fulfillment of and the compliance with the respective terms and provisions of this Agreement and the Collateral Agreements, and the consummation of the transactions contemplated by this Agreement and the Collateral Agreements, will not: (i) conflict with or constitute a violation of (with or without the giving of notice or the lapse of time or both) any law, ordinance, regulation, order, award, judgment, injunction or decree of any legislative body, court, governmental or regulatory authority or arbitrator that is applicable or relates to Seller or the Assets; or (ii) in any material respect, (A) violate or conflict with, (B) constitute a default under, (C) result in a breach, acceleration or termination of any provision of, (D) require the consent of any third party under (other than the FCC), or (E) result in the creation of any Encumbrance upon any of the Assets pursuant to, any contract, agreement, commitment, indenture, or other instrument or obligation to which Seller is a party or by which Seller is bound or to which any of the Assets may be subject.

3.3. **Governmental Consents.** Except for the consent of the FCC to the assignment of the FCC Licenses (the “**FCC Consent**”), neither the execution and delivery of this Agreement by Seller nor the consummation by Seller of the transactions contemplated hereby, nor compliance by Seller with any provisions of this Agreement or the Collateral Agreements will require any filing with, or the obtaining of any permit, authorization, consent or approval of, any governmental or regulatory authority by Seller.

3.4. **Litigation; Compliance with Law.** Except for proceedings related to the FCC Application (as defined in Section 5) and generally applicable to the broadcast industry, there is no action, suit, investigation, claim, arbitration, proceeding or litigation pending or, to the knowledge of Seller, threatened against or involving the Assets or the operations of the Station, at law or in equity, or before or by any court, arbitrator or governmental authority. Seller has not operated the Station under or subject to any order, judgment, decree or injunction of any court, arbitrator or governmental authority. To the knowledge of Seller, Seller has

complied in all material respects and is in compliance in all material respects with all laws, ordinances and regulations applicable to the Assets and to the business of Seller regarding the Station.

3.5. **Title to Assets.** Seller has good and valid title to all of the Assets free and clear of all Encumbrances, except for the following (“**Permitted Encumbrances**”): (a) mechanics, materialmen’s and similar liens with respect to any amount not yet due or payable or that are being contested in good faith through appropriate proceedings, and for which in any case Buyer receives a credit pursuant to Section 12; (b) liens for taxes not yet due and payable or that are being contested in good faith through appropriate proceedings, and for which in any case Buyer receives a credit pursuant to Section 12; and (c) with respect to the Real Property, such imperfections of title, easements, rights of way, building and use restrictions, exceptions, reservations and limitations that are of public record.

3.6. **Condition of Tangible Assets.** The equipment listed on Schedule 1.1(b) is in good operating condition and repair, ordinary wear and tear excepted, taking into account age and normal usage.

3.7. **FCC Licenses and Operation of the Station.** Schedule 1.1(c) contains a true and complete list of all FCC Licenses and material Other Authorizations and any pending applications for any FCC Licenses or Other Authorizations. The FCC Licenses and Other Authorizations set forth on Schedule 1.1(c) are valid and in full force and effect and there are no orders, or to Seller’s knowledge no complaints, proceedings or investigations pending or threatened, that could result in the revocation, suspension or limitation of the FCC Licenses or Other Authorizations, nor is there to Seller’s knowledge, any existing state of facts that could reasonably be expected to serve as the basis therefor under laws and regulations in effect on the Closing Date. To Seller’s knowledge, the FCC Licenses and Other Authorizations comprise all of the federal, territorial, local or municipal governmental authorizations needed for the lawful conduct of the Station’s business as currently conducted. Except as specified in the FCC Licenses and Other Authorizations set forth on Schedule 1.1(c), the FCC Licenses and Other Authorizations are not subject to any restrictions or conditions that would limit the operations of the Station as presently conducted. The FCC Licenses expire on the dates set forth on Schedule 1.1(c), and Seller has no reason to believe that, should Seller continue to hold the FCC Licenses, any of them would not be renewed or has any knowledge that any person or entity intends to oppose any such renewal. To Seller’s knowledge, there are not any unsatisfied or otherwise outstanding citations issued by the FCC with respect to the Station or its operation.

3.8. **Reports and Records.** All material returns, reports and statements relating to the Station currently required to be filed by Seller with the FCC, and any material returns, reports and statements relating to the Station currently required to be filed by Seller with any other governmental instrumentality have been, or prior to the Closing Date shall be, filed and complied with in all material respects and are true, correct and complete in all material respects, and true, correct and complete copies thereof have been made available for inspection by Buyer.

3.9. **Real Property.** Schedule 1.1(a) contains a true and complete description of the Real Property. Seller has, and Buyer will receive on the Closing Date, good and valid fee simple title to the Real Property, free and clear of all Encumbrances other than Permitted

Encumbrances and those to be created in connection with transactions contemplated herein. To the knowledge of Seller, the Real Property is in compliance in all material respects with all applicable laws including zoning, land use and building code laws, ordinances and regulations necessary to conduct the operations of the Station as conducted prior to the date hereof; and, to Seller's knowledge, the transactions contemplated by this Agreement could not reasonably be expected to result in the revocation of any permit or variance. The Real Property is not subject to any lease, sublease, covenant or other restriction preventing or limiting Seller's right to convey it or use it for the Station's transmitter site. No portion of the Real Property or any of the Improvements are the subject of, or affected by, any condemnation or eminent domain proceedings currently instituted or pending, and to the knowledge of Seller, no such proceedings are threatened. Seller does not lease or sublease (or subject to an option to do so) any portion of the Real Property to other parties. All antenna structures located on the Real Property that are required to be registered with the FCC have been so registered, and such structures comply in all material respects with the painting and lighting requirements promulgated by the Federal Aviation Administration.

3.10. **Environmental Matters.**

(a) For the purposes of this Agreement, the following terms shall have the following meanings:

"Environmental Claim" means any claim, action, cause of action, investigation, or notice (whether written or oral) by any person or entity alleging potential liability for investigatory costs, cleanup costs, governmental response costs, natural resources damages, property damages, personal injuries, or civil or criminal penalties arising out of or resulting from the actual or alleged presence or release into the environment of any Substance of Concern (as defined below) at any location, whether or not owned or operated by Seller, used in connection with Seller's operation of the Station.

"Environmental Laws" means all federal, state, local, and foreign laws and regulations as in effect on the date hereof or the Closing Date relating to pollution or protection of human health or the environment (including without limitation, ambient air, surface water, ground water, wetlands, land surface, subsurface strata, and indoor and outdoor workplace), including without limitation, the Comprehensive Environmental Response, Compensation and Liability Act, as amended, the Resource Conservation and Recovery Act, as amended, and the Clean Air Act, as amended.

"Substances of Concern" means chemicals, pollutants, contaminants, wastes, toxic substances, hazardous substances, radioactive materials, genetically modified organisms, petroleum and petroleum products.

(b) To the best of Seller's knowledge, Seller is in compliance with all applicable Environmental Laws. Seller has not received any communication (written or oral) from any governmental authority that alleges that Seller's operation of the Station is not in compliance with the Environmental Laws, and to the knowledge of Seller, there are no circumstances that may prevent or interfere with Seller's compliance in the future.

(c) With respect to the Real Property, (i) there is no Environmental Claim pending or, to the knowledge of Seller, threatened against Seller and (ii) to the knowledge of Seller, there are no actions or activities, circumstances, conditions, events or incidents (including, without limitation, the release, emission, discharge, presence or disposal of any Substance of Concern) that could form the basis of any material Environmental Claim against Seller or the Assets.

3.11. **Taxes.** Seller has paid and discharged all taxes, assessments, excises and other levies relative to the Assets, which if due and not paid, would interfere with Buyer's full use of the Assets conveyed hereunder, excepting such taxes, assessments and other levies that will not be due until the Closing Date or that will be prorated between Seller and Buyer.

4. **REPRESENTATIONS AND WARRANTIES BY BUYER.** Buyer represents, warrants and covenants to Seller as follows:

4.1. **Organization and Standing.** Buyer is a corporation duly organized, validly existing and in good standing under the laws of American Samoa. Buyer has all requisite power and corporate authority to enter into, execute and deliver this Agreement and the Collateral Agreements, and to perform and comply with all of the terms, covenants and conditions to be performed or complied with by Buyer in this Agreement and the Collateral Agreements, and to consummate the transactions contemplated by this Agreement and the Collateral Agreements.

4.2. **Authorization.** The execution and delivery by Buyer of this Agreement and of the Collateral Agreements, and the consummation of the transactions contemplated by this Agreement and the Collateral Agreements, have been duly and validly authorized by all necessary action on the part of Buyer. This Agreement constitutes, and upon execution and delivery by Buyer the Collateral Agreements will constitute, valid and binding agreements and obligations of Buyer, enforceable against Buyer in accordance with their respective terms, except as the enforceability thereof may be affected by bankruptcy, insolvency or similar laws affecting creditors' rights generally or court applied equitable remedies.

4.3. **No Conflicts or Breach; Consents.** The execution and delivery by Buyer of this Agreement and the Collateral Agreements, the fulfillment of and compliance with the respective terms and provisions of this Agreement and the Collateral Agreements, and the consummation of the transactions contemplated by this Agreement and the Collateral Agreements will not: (i) conflict with or result in a breach of or constitute a default under any of the terms, conditions or provisions of Buyer's charter and by-laws; (ii) conflict with or constitute a violation of (with or without the giving of notice or the lapse of time or both), any law, ordinance, regulation, order, award, judgment, injunction or decree of any legislative body, court, governmental or regulatory authority or arbitrator that is applicable to or relates to Buyer or any of Buyer's operations or assets; or (iii) violate or conflict with, constitute a default under, result in a breach, acceleration or termination of any provision of, or require the consent of any third party under, any agreement, instrument, license or permit to which Buyer is a party or by which Buyer may be bound, such that Buyer could not acquire the Assets pursuant to the terms of this Agreement or operate the Station after Closing.

4.4. **Governmental Consents.** Except for the FCC Consent, neither the execution and delivery of this Agreement by Buyer nor the consummation by Buyer of the transactions contemplated hereby, nor compliance by Buyer with any provisions of this Agreement or the Collateral Agreements will require any filing with, or the obtaining of any permit, authorization, consent or approval of, any governmental or regulatory authority by Buyer.

4.5. **Qualifications.** Buyer is not aware of any facts that would, under present law (including the Communications Act of 1934, as amended) and present rules, regulations, policies and practices of the FCC, form the basis for a determination by the FCC that Buyer is not qualified to become the licensee of the Station and, the assignee of the FCC Licenses, and the owner and/or operator of the Station or the Assets, and Buyer will not take, or unreasonably fail to take, any action that would cause such non-qualification.

4.6. **Litigation.** Except for administrative rule making or other proceedings of general applicability to the broadcast industry, there is no action, suit, investigation, claim, arbitration, litigation or proceeding pending or, to the knowledge of Buyer, threatened against Buyer that would adversely affect Buyer's ability to carry out its obligations under this Agreement or the Collateral Agreements.

5. **APPLICATION FOR FCC CONSENT.** As promptly as practicable after the date hereof, but no later than ten (10) business days after the date hereof, Seller and Buyer shall file an application with the FCC requesting its consent to the assignment of the FCC Licenses for the Station from Seller to Buyer (the "**FCC Application**"). Seller and Buyer will diligently cooperate with each other and join in the prompt and timely prosecution of the FCC Application.

6. **TERMINATION; EFFECTS OF TERMINATION.**

6.1. **Termination.** This Agreement may be terminated and the transactions contemplated hereby may be abandoned as follows:

(a) By mutual written consent of Seller and Buyer;

(b) By either Party not then in default of this Agreement if the Closing shall not have occurred within twelve (12) months of the date on which the FCC Application is filed with the Commission (unless extended by the Parties' mutual agreement); provided, however, that the right to terminate this Agreement under this Section 6.1(b) shall be suspended as to any Party whose failure to fulfill any material obligation under this Agreement shall have been the cause of, or shall have resulted in, the failure of the Closing to occur prior to such date;

(c) By Buyer or Seller as set forth in Section 14;

(d) By either Party not then in default of this Agreement if any court of competent jurisdiction in the United States or other United States governmental body shall have issued an order, decree or ruling, taken any other action restraining, enjoining or otherwise prohibiting the transactions contemplated hereby; provided, however, that the right to terminate this Agreement under this Section 6.1(d) shall be suspended as to any Party whose failure to fulfill any material obligation under this Agreement or whose actions otherwise shall have been

the cause of, or shall have resulted in, the issuance of such order, decree, ruling or other governmental action;

(e) By Seller, upon notice to Buyer, upon a material breach of any representation, warranty or covenant of Buyer contained in this Agreement, provided (i) that Seller is not then in default of any of its obligations under this Agreement, and (ii) that such breach is not cured within thirty (30) days after the giving of written notice thereof by Seller to Buyer ("**Buyer's Cure Period**"); provided however, if such breach cannot be reasonably cured within Buyer's Cure Period and Buyer promptly commences diligent efforts to cure, then Buyer's Cure Period shall be extended so long as Buyer continues such diligent efforts, but not beyond the latest date that the Closing Date could occur under Section 11.1 if such breach had never occurred; and

(f) By Buyer, upon notice to Seller, upon a material breach of any representation, warranty or covenant of Seller contained in this Agreement, provided (i) that Buyer is not then in default of any of its obligations under this Agreement, and (ii) that such breach is not cured within thirty (30) days after the giving of written notice thereof by Buyer to Seller ("**Seller's Cure Period**"); provided however, if such breach cannot be reasonably cured within Seller's Cure Period and Seller promptly commences diligent efforts to cure, then Seller's Cure Period shall be extended so long as Seller continues such diligent efforts, but not beyond the latest date that the Closing Date could occur under Section 11.1 if such breach had never occurred.

Any termination of this Agreement pursuant to this Section 6.1 shall be made by written notice of termination following the occurrence of the applicable event.

6.2. Effects of Termination.

(a) If this Agreement is terminated pursuant to Sections 6.1(a) through 6.1(d), neither Party shall have any liability to the other; this Agreement in its entirety shall be deemed of no further force and effect (except for the provisions of Sections 15, 18 and 20, which shall survive such termination).

(b) If Seller terminates this Agreement pursuant to Section 6.1(e), then Seller shall be entitled to retain all payments received by Seller from Buyer as of the date of termination under the TBA as liquidated damages and not as a penalty ("**Liquidated Damages Amount**"), and receipt of such amount shall be Seller's sole remedy at law or in equity for Buyer's breach if the Closing does not occur. Buyer and Seller agree that the Liquidated Damages Amount is reasonable in light of the anticipated harm that would be caused by Buyer's breach of this Agreement, the difficulty in proving a certain loss, the inconvenience and non-feasibility of otherwise obtaining an adequate remedy and the value of the transactions to be consummated hereunder.

(c) If Buyer terminates this Agreement pursuant to Section 6.1(f), in addition to any other remedy to which it may be entitled at law or in equity, Buyer shall be entitled to the remedy of specific performance as described Section 16.

7. **COVENANTS AND AGREEMENTS OF SELLER.** Seller covenants and agrees with Buyer as follows:

7.1. **Negative Covenants.** Except as otherwise contemplated by this Agreement, pending and prior to the Closing, Seller shall not without the prior written approval of Buyer do or agree to do any of the following in connection with Seller's operation of the Station:

(a) **Dispositions.** Sell, assign, lease or otherwise transfer or dispose of any Asset, other than dispositions in the ordinary course of business;

(b) **Contracts.** Enter into any contracts, leases, commitments, understandings, licenses, or other agreements relating exclusively to the Station or incur any obligation or liability (contingent or absolute) relating exclusively to the Station; provided, however, that Seller may enter into such other contracts, leases, commitments, understandings, licenses or other agreements in the ordinary course of business at the Station consistent with Seller's past business practices at the Station and with customary practices in the television broadcast industry, so long as such contracts, leases, commitments understandings, licenses or other agreements are terminable by Seller on thirty (30) days' notice without further liability therefor;

(c) **Material Adverse Actions.** Do or omit to do any act (or permit such action or omission) that would be reasonably expected to have a material adverse effect on the Assets;

(d) **Actions Affecting Licenses, Other Authorizations.** Take any action that would be reasonably expected to jeopardize the validity or enforceability of or rights under the FCC Licenses or the Other Authorizations; and

(e) **Encumbrances.** Mortgage, pledge or subject any of the Assets to any Encumbrance other than a Permitted Encumbrance.

7.2. **Affirmative Covenants.** Pending and prior to the Closing, Seller shall:

(a) **Preserve Existence.** Preserve its existence intact as of the Closing;

(b) **Compliance with FCC Rules and Regulations.** In connection with Seller's operation of the Station, comply in all material respects with all applicable rules and regulations of the FCC and with all material rules and regulations of any other governmental authority having jurisdiction over Seller in connection with its operation of the Station;

(c) **Access.** Upon reasonable notice, give Buyer and Buyer's authorized representatives reasonable access to the Real Property and the Assets;

(d) **Violations.** If Seller receives notice of or becomes aware of any material violation with respect to or affecting the FCC Licenses or the Other Authorizations, notify Buyer and use commercially reasonable efforts to correct all such violations prior to the Closing;

(e) Notification. Notify Buyer of any complaints, investigations, hearing or any material litigation pending or threatened against the Station or any material damage to or destruction of any assets included or to be included in the Assets.

8. COVENANTS AND AGREEMENTS OF BUYER. Buyer covenants and agrees with Seller as follows:

8.1. Negative Covenants. Pending and prior to the Closing, Buyer will not take, or fail to take, any action that could be reasonably expected to disqualify Buyer as an assignee of the Licenses, or as owner or operator of the Station and the Assets.

8.2. Corporate Action. Prior to the Closing, Buyer shall (i) take all necessary corporate action under federal law and under the law of any jurisdiction having jurisdiction over Buyer to effectuate the transactions contemplated by this Agreement and (ii) notify Seller of any litigation or administrative proceeding pending or, to Buyer's knowledge, threatened against Buyer that challenges the transactions contemplated hereby.

8.3. Qualifications. In the event Buyer becomes aware of any facts or circumstances that might cause it to become unqualified to hold the FCC License for the Station, it will promptly notify Seller in writing thereof and use its reasonable best efforts to prevent and/or cure any such non-qualification or disqualification.

9. CONDITIONS PRECEDENT TO BUYER'S OBLIGATION TO CLOSE. The obligations of Buyer to purchase the Assets and to proceed with the Closing are subject to the satisfaction at or prior to the Closing of each of the following conditions (unless waived in writing by Buyer):

9.1. Representations and Covenants. The representations and warranties of Seller made herein or in any schedule, agreement or instrument called for hereunder shall have been true and correct in all material respects when made, and shall be true and correct in all material respects on the Closing Date as though such representations and warranties were made on and as of such date; Seller shall have performed and complied in all material respects with all covenants and agreements required by this Agreement to be performed or complied with by Seller prior to the Closing.

9.2. Legal Proceedings. No proceeding by or before any governmental authority shall have been instituted (and not subsequently dismissed, settled or otherwise terminated) that would (a) restrain, prohibit or invalidate the transactions contemplated by this Agreement, or (b) impose material restrictions, limitations or conditions with respect to Buyer's ownership of the Station or the Assets, other than an action or proceeding that is instituted or threatened by Buyer or is solicited or encouraged by, or instituted as a result of any act or omission of Buyer.

9.3. FCC Consent. The FCC shall have granted the FCC Consent without any conditions or modifications that are materially adverse to Buyer's operation of the Station or that materially diminish the rights of a licensee with respect to the Station (except for any such conditions that are accepted by Buyer in writing), and no complaint, petition, protest, appeal,

request or other filing shall be pending, and the time for submitting any such filing shall have expired.

10. **CONDITIONS PRECEDENT TO SELLER'S OBLIGATION TO CLOSE.** The obligations of Seller to sell, transfer, convey and deliver the Assets and to proceed with the Closing are subject to the satisfaction at or prior to the Closing of each of the following conditions (unless waived in writing by Seller):

10.1. **Representations and Covenants.** The representations and warranties of Buyer made herein or in any agreement or instrument called for hereunder shall have been true and correct in all material respects when made, and shall be true and correct in all material respects on the Closing Date as though such representations and warranties were made on and as of such date; and Buyer shall have performed and complied in all material respects with all covenants and agreements required to be performed or complied with by Buyer prior to the Closing.

10.2. **Legal Proceedings.** No proceeding by or before any governmental authority shall have been instituted or threatened in a writing to Buyer or Seller (and not subsequently dismissed, settled or otherwise terminated) that would restrain, prohibit or invalidate the transactions contemplated by this Agreement, other than an action or proceeding that is instituted or threatened by Seller or is solicited or encouraged by, or instituted as a result of any act or omission of Seller.

10.3. **FCC Consent.** The FCC shall have granted the FCC Consent without any conditions or modifications that are materially adverse to Seller, and no complaint, petition, protest, appeal, request or other filing shall be pending and the time for submitting any such filing shall have expired.

11. **THE CLOSING; CLOSING DATE.**

11.1. **Closing.** The closing of the sale and purchase of the Assets as contemplated hereby (the "**Closing**") shall be held on a date to be agreed upon by Buyer and Seller, but in no event more than five (5) business days following date upon which all conditions to Closing shall have been fulfilled or waived (the "**Closing Date**"). The effective time of the Closing shall be 12:01 a.m. Station's local time on the Closing Date (the "**Effective Time**"). The Closing shall be held at such time and place and the Parties may agree upon, with all documents that are to be delivered by Buyer and Seller at the Closing to be delivered to the other Party's respective counsel prior to the Closing Date, and held in escrow by such counsel until the Closing is effected.

11.2. **Delivery by Seller.** At or before the Closing, Seller shall deliver to Buyer:

(a) **Documents.** Each of the following documents, in form and substance reasonably satisfactory to Buyer and executed by Seller: (i) A warranty deed conveying to Buyer's nominee(s) the Real Property (Buyer shall identify its nominee(s) to Seller at least five (5) business days prior to the Closing); (ii) a bill of sale conveying to Buyer the tangible personal property included in the Assets; (iii) an Assignment and Assumption of FCC

Licenses and Other Authorizations; and (iv) such other documents as Buyer may reasonably request for the purpose of conducting an orderly consummation of the transaction.

(b) Records. True and correct copies of all records as described in Section 1.1(h).

(c) Delivery by Buyer. At or before the Closing, Buyer shall deliver to Seller: Documents. Each of the following documents, in form an substance reasonably satisfactory to Seller and executed by Buyer: (i) an Assignment and Assumption of FCC Licenses and Other Authorizations ; (ii) the Promissory Note; and (iii) such other documents as Seller may reasonably request for the purpose of conducting an orderly consummation of the transaction.

12. ADJUSTMENTS. All income and expenses arising from the operation of the Station and affecting the Assets shall be prorated or allocated in cash between Buyer and Seller (the “**Adjustment**”) as of the Effective Time in accordance with the principle that Seller shall receive all revenue and be responsible for all expenses allocable to the period prior to the Effective Time, and Buyer shall receive all revenue and be responsible for all expenses allocable to the period after the Effective Time. Such allocations shall include property taxes, utility expenses arising from the operation of the Assets and other similar items. A statement of all such allocations, and of the net amount due from one Party to the other as a result thereof, shall be prepared by Buyer and delivered to Seller within sixty (60) days following the Closing. In the event of any dispute regarding the Adjustment, the amounts not in dispute shall be paid promptly after submission of such statement, and such disputes shall be resolved by an independent certified public accountant mutually acceptable to the Parties, the fees and expenses of whom shall be paid one-half by Seller and one-half by Buyer.

13. POSSESSION AND CONTROL. Between the date of this Agreement and the Closing, Buyer shall not directly or indirectly control, supervise or direct, or attempt to control, supervise or direct, the operation of the Station, and such operation, including complete control and supervision of all Station programming, personnel and finances, shall be the sole responsibility of Seller; provided, however, that Buyer shall be entitled to inspect the Assets as provided in Section 7.2 with the purpose that an uninterrupted and efficient transfer of ownership may be accomplished, and further provided, however, that the TBA, conducted in compliance with all current FCC rules and policies, shall not be deemed inconsistent with this Section. On and after the Closing, Seller shall have no control over, or right to intervene or participate in, the operation of the Station, but Buyer will give Seller reasonable access to the books and records included in the Assets.

14. RISK OF LOSS.

14.1. The risk of loss or damage by fire or other casualty or cause to the Assets until the Closing shall be borne by Seller. In the event of a “material” (as defined in Section 14.2) loss or damage prior to the Closing, Seller shall notify Buyer within fifteen (15) business days after the occurrence of such material loss or damage that Seller either (a) elects to promptly restore, replace or repair the damaged assets to their previous condition at Seller’s sole cost and expense (a “**Restoration Election**”) or (b) makes an offer to reduce the Purchase Price

to reflect Seller's estimate of the reduction in value caused by such material loss or damage ("**Reduction Offer**"). Within ten (10) business days after receiving Seller's notice (or if Seller fails to provide the notice required in the second sentence of this Section 14.1), Buyer shall have the right to (x) terminate this Agreement, (y) accept the Reduction Offer, in which case the Purchase Price shall be so reduced and the Closing shall proceed as set forth in this Agreement, or (z) if Seller makes a Restoration Election, defer the Closing Date until such restorations, replacements or repairs are made (provided that no such deferral shall affect the rights of the Parties to terminate this Agreement pursuant to Section 6). If Buyer defers the Closing Date and (i) if, on the date that would have been the Closing Date if no loss or damage had occurred or within thirty (30) days after the date that would have been the Closing Date (if, but only if, such loss or damage occurs within thirty (30) days prior to such date that would have been the Closing Date), Seller has not commenced, or made arrangements for, restoration, replacement or repair, or (ii) if, one hundred twenty (120) days after the event of such loss or damage, such restoration, replacement or repair is not completed, Buyer may, at its sole option, terminate this Agreement by written notice to Seller.

14.2. For purposes of this Section 14 only, loss or damage shall be deemed "material" if the cost to repair, replace, or restore the lost or damaged Assets exceeds Twenty Thousand Dollars (\$20,000) or if it would prevent the Station from operating at its full licensed parameters for longer than 48 hours. In the event of a loss or damage to the Assets prior to the Closing that does not qualify as material hereunder, the Purchase Price shall be reduced by the cost to repair, replace or restore the lost or damaged Assets; provided however, that nothing in this Section 14 shall affect Buyer's rights under Section 9.

14.3. If the Parties are unable to agree upon the extent of any loss or damage, the cost to repair, replace or restore any lost or damaged property, the adequacy of any repair, replacement, or restoration of any lost or damaged property, or any other matter arising under this Section 14, the disagreement shall be referred to a qualified member of the Association of Federal Communications Consulting Engineers mutually acceptable to Seller and Buyer whose decision shall be final, and whose fees and expenses shall be paid one-half by Seller and one-half by Buyer.

15. **SURVIVAL; INDEMNIFICATION.**

15.1. **Survival of Representations.** All representations, warranties, covenants and agreements made by any Party shall survive the Closing for a period of twelve (12) months after the Closing Date (the "**Warranty Period**"). The Warranty Period shall be unaffected by (and shall not be deemed waived by) any investigation, audit, appraisal, or inspection at any time made by or on behalf of any Party. Any claim for indemnification shall be submitted by the party claiming indemnification prior to the expiration of the Warranty Period. Any claims for indemnification made by a Party in accordance with this Section 15 prior to the expiration of the Warranty Period shall survive and shall not be extinguished by the expiration of such period.

15.2. **Indemnification by Seller.** Subject to the conditions and provisions of this Section 15.2 and Section 15.4 and commencing at the Closing, Seller agrees to indemnify, defend and hold harmless Buyer, its subsidiary, related and affiliated companies, from and against all claims, actions, causes of action, suits, losses, damages, liabilities, costs and expenses

(including with respect to Claims (as defined in Section 15.4) only, reasonable attorneys' fees and disbursements) (collectively "**Losses**") asserted against, imposed upon or incurred by Buyer, directly or indirectly, by reason of or resulting from: (a) any liability or obligation of or claim against Seller not expressly assumed by Buyer hereunder or under any Collateral Agreement; or (b) any Claims involving events or circumstances occurring prior to the Closing Date, arising out of, relating to or resulting from the Assets or Seller's business or its operation of the Station; or (c) any misrepresentation or breach of the representations and warranties of Seller contained in or made pursuant to this Agreement. With respect to indemnity claims arising pursuant to subsection (c) above, Buyer shall be entitled to indemnification from Seller under such subsection only to the extent that the aggregate of all indemnity payments that would otherwise be payable to Buyer hereunder exceeds One Percent (1%) of the Purchase Price (the "**Threshold**"), at which time only claims in excess of the Threshold shall be recoverable; provided, however, that in no event shall Seller's aggregate liability under subsection (c) above exceed the Purchase Price.

15.3. **Indemnification by Buyer.** Subject to the conditions and provisions of this Section 15.3 and Section 15.4 commencing at the Closing, Buyer hereby agrees to indemnify, defend and hold harmless Seller, its subsidiary, related and affiliated companies from and against all Losses asserted against, imposed upon or incurred by Seller, directly or indirectly, by reason of or resulting from: (a) any Claims involving events or circumstances occurring on or after the Closing Date arising out of, relating to or resulting from the Assets or Buyer's business or its operation of the Station; (b) the Assumed Liabilities; or (c) any misrepresentation or breach of the representations and warranties of Buyer contained in or made pursuant to this Agreement. With respect to indemnity claims arising pursuant to subsection (c) above, Seller shall be entitled to indemnification from Buyer under such subsection only to the extent that the aggregate of all indemnity payments that would otherwise be payable to Seller hereunder exceeds the Threshold, at which time only claims in excess of the Threshold shall be recoverable; provided, however, that in no event shall Buyer's aggregate liability under subsection (c) above exceed the Purchase Price.

15.4. **Conditions of Indemnification.** The obligations and liabilities of Seller and of Buyer hereunder with respect to their respective indemnities pursuant to this Section 15, resulting from any claim or other assertion of liability by third parties ("**Claims**"), shall be subject to the following terms and conditions:

(a) The Party seeking indemnification (the "**Indemnified Party**") must give the other Party (the "**Indemnifying Party**") notice of any such Claim promptly after the Indemnified Party receives notice thereof; provided that the failure to notify the Indemnifying Party will not relieve the Indemnifying Party of any liability that it may have to the Indemnified Party except to the extent that the Indemnifying Party demonstrates that the defense of such action is prejudiced by the Indemnified Party's failure to give such notice. Any notice of a Claim shall be accompanied by evidence demonstrating the Indemnified Party's right or possible right to indemnification, including copies of supporting documents relevant thereto.

(b) The Indemnifying Party shall have the right to undertake, by counsel or other representatives of its own choosing, the defense of such Claim.

(c) In the event that the Indemnifying Party shall elect not to undertake such defense, or within ten (10) business days after notice of any such Claim from the Indemnified Party shall fail to defend, the Indemnified Party (upon further written notice to the Indemnifying Party) shall have the right to undertake the defense, compromise or settlement of such Claim, by counsel or other representatives of its own choosing, on behalf of and for the account and risk of the Indemnifying Party (subject to the right of the Indemnifying Party to assume defense of such Claim at any time prior to settlement, compromise or final determination thereof).

(d) Notwithstanding anything in this Section 15.4 to the contrary: (i) if there is a reasonable probability that a Claim may materially and adversely affect the Indemnified Party other than as a result of money damages or other money payments, then the Indemnified Party shall have the right, at its own cost and expense, to participate in the defense, compromise or settlement of the Claim; (ii) the Indemnifying Party shall not, without the Indemnified Party's written consent, settle or compromise any Claim or consent to entry of any judgment that does not include as an unconditional term thereof the giving by the claimant or the plaintiff to the Indemnified Party of a release from all liability in respect of such Claim; and (iii) in the event that the Indemnifying Party undertakes defense of any Claim, the Indemnified Party, by counsel or other representative of its own choosing and at its sole cost and expense, shall have the right to consult with the Indemnifying Party and its counsel or other representatives concerning such Claim, and the Indemnifying Party and the Indemnified Party and their respective counsel or other representatives shall cooperate with respect to such Claim.

(e) After the Closing, the rights of the Parties under this Section 15 shall be the sole and exclusive remedy of the Parties for the matters described in Sections 15.2 and 15.3; provided however, that the foregoing limitation shall not apply to fraud.

16. **SPECIFIC PERFORMANCE.** Seller acknowledges that the Assets to be sold and delivered to Buyer pursuant to this Agreement are unique and that Buyer has no adequate remedy at law if Seller shall fail to perform its obligations to proceed to the Closing hereunder. Buyer shall therefore be entitled, in addition to any other remedies that may be available to it, to obtain specific performance of the terms of this Agreement prior to Closing. If any action is brought by Buyer to enforce this Agreement prior to Closing, Seller shall waive the defense that there is an adequate remedy at law.

17. **RIGHT OF FIRST REFUSAL TO PURCHASE SELLER'S RESIDENCE.** Seller's residence ("SELLER'S RESIDENCE") is located on a plot of real property adjoining the Real Property. Seller hereby grants to Buyer (via Buyer's nominee(s)) an exclusive right to purchase Seller's Residence in the event it becomes available for sale. Seller shall notify Buyer in writing of his intention to sell Seller's Residence and shall offer to sell Seller's Residence to Buyer (via Buyer's nominee(s)). Buyer shall then have sixty (60) days from receipt of such notice in which to accept Seller's offer. If Buyer accepts the offer, the Parties shall promptly proceed to complete the transaction. If Buyer declines the offer, Seller shall not offer to sell or sell Seller's Residence to a third party purchaser within one year of Seller's original notice to Buyer for less than the price offered to Buyer (with equivalent terms) unless Seller's Residence is first reoffered to Buyer under the same procedures at the lower price.

18. **FUTURE TIME BROKERAGE AGREEMENT.** Buyer acknowledges Seller's desire to provide programming for multicast sub-channel 11.2 on the Station after the Closing. Buyer agrees to negotiate in good faith with Seller for a long-term rule-compliant time brokerage agreement for sub-channel 11.2 at no cost to Seller and with terms and conditions typical of similar contracts in the television industry.

19. **RIGHT OF FIRST REFUSAL TO PURCHASE STATION.** Buyer hereby grants to Seller an exclusive post-closing right of first refusal to purchase the Station. If at any time within Ten (10) years after the Closing, Buyer desires to sell the Station to an unaffiliated third-party purchaser, Buyer shall notify Seller in writing of its intention to sell the Station and shall offer to sell the Station to Seller. Seller shall then have sixty (60) days from receipt of such notice in which to accept Buyer's offer. Within fifteen (15) days of such acceptance, Buyer and Seller shall enter into a purchase agreement for the Station and related assets which shall set forth the purchase price and other terms and conditions customary for contracts of this nature in the broadcasting industry. If Seller declines the offer, Buyer shall not offer to sell or sell the Station to an unaffiliated third-party purchaser for less than the price offered to Seller (with equivalent terms) unless the Station is first reoffered to Seller under the same procedures at the lower price. Seller's rights and privileges under the Right of First Refusal described in this Section 19 shall be freely assignable to any third party that is legally qualified to become the licensee of the Station.

20. **FURTHER ASSURANCES.** Each of the Parties agrees that it will, at any time, prior to, at or after Closing, take or cause to be taken such further actions, and execute, deliver and file or cause to be executed, delivered and filed such further documents and instruments, and obtain such consents, as may reasonably be necessary or reasonably requested in connection with the consummation of the purchase and sale contemplated by this Agreement or in order to fully effectuate the purposes, terms and conditions of this Agreement. In the event that Buyer receives any correspondence, checks or other remittances on or after the Closing Date in respect of the Excluded Assets, Buyer shall promptly deliver over to Seller all such correspondence, checks and other remittances. In the event that Seller receives any correspondence, checks or other remittances on or after the Closing Date in respect of Buyer's operation of the Station or the Assets, Seller shall promptly deliver over to Buyer all such correspondence, checks and other remittances.

21. **BROKERS.** Each of Seller and Buyer represents to the other that it has not retained any broker or person in connection with the transactions contemplated by this Agreement, and that no commission, finder's fee or similar payment is or will be owed to any third party as a result of this Agreement.

22. **EXPENSES.** Except as otherwise provided in this Section 20, each Party shall pay its own expenses incurred in connection with this Agreement and in the preparation for and consummation of the transactions provided for herein. Buyer shall be exclusively responsible for all FCC filing fees and other government fees that may be imposed in connection with the assignment of ownership of the FCC Licenses and Other Authorizations. Seller shall be exclusively responsible for all territorial and local sales or use, stamp or transfer, grant and other similar taxes payable in connection with the consummation of the transactions contemplated by

this Agreement in connection with the sale of Real Property and the Tangible Personal Property. Seller and Buyer will cooperate with each other to minimize such taxes.

23. **SCHEDULES AND EXHIBITS.** Any item set forth on or in any Schedule or Exhibit to this Agreement shall be incorporated by reference into this Agreement. Any information disclosed in any Schedule shall be deemed to have been disclosed pursuant to all other Schedules to this Agreement.

24. **NOTICES.** All notices, requests, claims, demands and other communications hereunder shall be in writing and shall be deemed duly given (a) on the date of delivery if delivered personally or if by email, (b) on the first business day following the date of dispatch if delivered utilizing a next-day service by a recognized overnight courier or (c) on the earlier of confirmed receipt or the fifth (5th) business day following the date of mailing if delivered by registered or certified mail, return receipt requested, postage prepaid. All notices hereunder shall be delivered to the addresses set forth below, or pursuant to such other instructions as may be designated in writing by the Party to receive such notice:

If to Seller:

William Hyman
P.O. Box 1087
Pago Pago, American Samoa 96799
Email: pcstv11@yahoo.com

If to Buyer:

Tipalelupe Tapuai
American Samoa Adventist Media Ministry, Inc.
P.O. Box 983003
Iliili, American Samoa
Email: ttapuai@gmail.com

with a copy (which shall not constitute notice) to:

Donald Martin, Esquire
Donald E. Martin, P.C.
P.O. Box 8433
Falls Church, Virginia 22041
Email: dempc@prodigy.net

25. **WAIVER.** Except as otherwise provided in this Agreement, no delay or failure on the part of any Party in exercising any right, power or privilege under this Agreement or under any other instrument or document given in connection with or pursuant to this Agreement shall impair any such right, power or privilege or be construed as a waiver of any default or any acquiescence therein. No single or partial exercise of any such right, power or privilege shall preclude the further exercise of any such right, power or privilege, or the exercise of any other

right, power or privilege. No waiver shall be valid against any Party unless made in writing and signed by the Party against whom enforcement of such waiver is sought and then only to the extent expressly specified therein.

26. **ASSIGNMENT AND BENEFIT.** Except with the written consent of the other Party, no Party shall assign this Agreement, in whole or in part, whether by operation of law or otherwise, without the prior written consent of the non-assigning party; and any purported assignment contrary to the terms hereof shall be null, void and of no force and effect. The covenants and agreements set forth in this Agreement shall be for the benefit of, and shall be enforceable only by the Parties or their respective successors and assigns as permitted hereunder.

27. **CONSTRUCTION.** This Agreement shall be construed and enforced in accordance with the laws of the territory of American Samoa, excluding the conflicts of law principles thereof.

28. **ENTIRE AGREEMENT; AMENDMENT.** This Agreement, including the Schedules and Exhibits hereto and other instruments and documents referred to or delivered, contain the entire agreement among the Parties with respect to the subject matter and supersede all prior oral or written agreements, commitments or understandings with respect to such matters. No amendment, modification or discharge of this Agreement shall be valid or binding unless in writing and executed by Buyer and Seller.

29. **HEADINGS.** The headings of the sections and subsections contained in this Agreement are inserted for convenience only and do not form a part or affect the meaning, construction or scope of the sections and subsections.

30. **SIGNATURES.** This Agreement and the Collateral Agreements may be executed by facsimile or electronically delivered signature, which shall constitute an original signature for all purposes. This Agreement may be executed in separate counterparts, none of which need contain the signature of all Parties, each of which shall be deemed to be an original, and all of which taken together constitute one and the same instrument. It shall not be necessary in making proof of this Agreement to produce or account for more than the number of counterparts containing the respective signatures of, or on behalf of, all of the Parties.

[THIS SPACE IS INTENTIONALLY LEFT BLANK.
SIGNATURES FOLLOW ON NEXT PAGE.]

IN WITNESS WHEREOF, each of the Parties has caused this Agreement to be duly executed and delivered in its name on its behalf, all as of the day and year first above written.


SELLER:

WILLIAM H. HYMAN

By: 

BUYER:

AMERICAN SAMOA ADVENTIST
MEDIA MINISTRY, INC.

By: 

Name: Tipalelupe Tapuai

Title: Managing Director

SCHEDULE 1.1(b)

TANGIBLE PERSONAL PROPERTY

1. One 500W Power Amplifier (RF Transmitter).
2. One Digital Modulator with external pre-amp.
3. One 5 channel encoder combiner.
4. Four connected encoders – giving an output of 4 digital SD channels, with a possible installation of a 5th channel.
5. Two equipment racks.
6. Installed Emergency Alert System equipment, with computer download.
7. One antenna tower with 5 yagi Channel 11 antenna array.
8. One working 5M fiberglass satellite dish, presently receiving NZ, Fiji & PNG
9. One working 7.2 M mesh satellite dish, receiving some US domestic satellites.
10. 4 channel manual program switches, with video and audio monitoring.
11. One text scroll machine for adding scrolled text to programming.

SCHEDULE 1.1(c)

FCC LICENSES AND AUTHORIZATIONS

Low Power Television Station K11UU-D, Pago Pago, American Samoa, Facility ID #130292: facilities authorized by the grant of license application File No. BLDVL-20101214ABI, as renewed by the grant of license renewal application File No. BRDVL-20141001BMK, scheduled to expire December 1, 2022.

I

PROMISSORY NOTE

\$ _____, 2017

FOR VALUE RECEIVED, the undersigned, AMERICAN SAMOA ADVENTIST MEDIA MINISTRY, INC. an American Samoa non-profit corporation (the "Maker"), hereby promises to pay to the order of WILLIAM M. HYMAN, a natural person and domicile of American Samoa (the "Holder"), at P.O. Box 1087, Pago Pago, American Samoa 96799, or at such other address specified by the Holder to the Maker, in lawful money of the United States of America and in immediately available funds, the principal amount of _____ Dollars (\$ _____).

This Note is issued pursuant to an Asset Purchase Agreement, dated as of _____, 2017, between the Maker and the Holder (the "Purchase Agreement") relating to the Maker's purchase from Holder of substantially all of the assets and authorizations issued by the Federal Communications Commission ("FCC") used or useful in the operation of Low Power Television Station K11UU-D, Pago Pago, American Samoa (FCC Facility ID #130292) (the "Station"), and is issued on the closing date of the transaction contemplated by the Purchase Agreement.

The principal of the Note shall be amortized over a term of _____ (____) months. The loan evidenced by the Note shall not bear interest. Buyer shall pay monthly, in advance, installments of principal in the amount of Ten Thousand Dollars (\$10,000) each month, commencing on the first (1st) day of the first (1st) month after the date hereof, and continuing on the same calendar date of each succeeding month during the remainder of the term of the Note until paid in full. If any payment date shall be a day that is not a regular business day, then payment shall be due on the next regular business day thereafter.

In the event that an installment payment is not made by the fifth (5th) day of the month for which it is due, the installment shall be considered past due, and Maker shall pay Holder a penalty equal to one percent (1%) of the installment. Buyer may prepay all or any portion of the principal of the Note at any time, and such prepayment shall cause the number of the monthly payments thereafter to be reduced accordingly, but shall not reduce the amount of the monthly installment.

If any of the following events or conditions (each, an "Event of Default") shall occur:

(a) Default by the Maker in the payment of any installment of principal on this Note when the same becomes past due, which default continues uncured for a period of ten (10) business days after written notice of such default has been given by the Holder to the Maker;

(b) The Maker shall make an assignment for the benefit of creditors, or shall file a voluntary petition in bankruptcy, or shall file any petition or answer seeking for itself any reorganization, arrangement, composition, readjustment, liquidation, dissolution or similar relief under any present or future statute, law or regulation;

(c) There shall be filed against the Maker any petition or application for

relief under any bankruptcy or similar law which is not discharged or dismissed within sixty (60) days after the filing of such petition or application;

(d) The transfer or assignment of the FCC authorization for the operation of the Station, unless the net proceeds (purchase price minus costs of sale) of any such sale are paid to Holder at the closing of such transaction;

(e) The revocation or failure to renew of the FCC license for the Station.

Then, and in any such event, the Holder may at any time, by written notice to the Maker, declare the entire amount of all principal remaining unpaid on this Note due and payable, whereupon the same shall forthwith become due and payable.

All notices and other communications provided for under this Note shall be in writing and shall be deemed effectively given or delivered upon personal delivery (or refusal thereof), or twenty-four (24) hours after facsimile transmission or delivery to a courier service which guarantees overnight delivery, or five (5) days after deposit with the U.S. Post Office, by registered or certified mail, postage prepaid, and, in the case of courier or mail delivery, addressed as follows (or at such other address for a party as shall be specified by like notice):

If to the Holder, to:

William M. Hyman
P.O. Box 1087
Pago Pago, AS 96799

If to Maker, to:

American Samoa Adventist Media Ministry, Inc.
P.O. Box 983003
Iliili, AS

This Note may not be changed orally, but only by an agreement in writing signed by the party against whom enforcement of any waiver, change, modification or discharge is sought. This Note shall be governed by the laws of American Samoa.

IN WITNESS WHEREOF, the undersigned has executed this Note as of the date first above written.

**AMERICAN SAMOA ADVENTIST
MEDIA MINISTRY, INC.**

By: _____
Name:
Title:

SCHEDULE 2.3

ALLOCATION OF PURCHASE PRICE AMONG ASSETS

Real Property	\$ 50,000
Television Station FCC License, all Tangible Personal Property, and Good Will	\$125,000