

ASSET PURCHASE AGREEMENT

This Asset Purchase Agreement (the "Agreement") is made this 7th day of March, 2006 by and between Arkansas 49, Inc. ("Seller") and My Town TV ("Buyer").

WITNESSETH:

WHEREAS, Seller is the licensee of low power television station K43IM, Searcy, Arkansas, Facility ID 12929; and

WHEREAS, in accordance with applicable Federal Communications Commission ("FCC") requirements, Seller wishes to sell the assets of the Station and assign the License to Buyer and Buyer wishes to buy the assets of the Station and acquire the License from Seller;

NOW THEREFORE, in consideration of the foregoing and of the mutual agreements and covenants contained herein, the parties, intending to be legally bound, agree as follows:

1. Purchase and Sale of Assets. Subject to the terms and conditions set forth below, Seller agrees to assign, sell and transfer to Buyer, and Buyer agrees to purchase from Seller, the following assets, all of which are being purchase "as is":

- (a) the License and any and all other FCC authorizations pertaining to the Station;
- (b) any and all pending applications before the FCC which relate to the Station or the License;
- (c) all of Seller's books and records relating to the License or the Station, copies of which have already been provided to Buyer or will be provided to Buyer upon reasonable request by Seller;
- (d) all of Seller's proprietary information, technical information, demographic and market data, coverage maps, diagrams and the like which relate to the License or to the future business of the Station;

(e) all of the Seller's leases, land purchase contracts, tower registrations, tower permits relating to the Station, subject to the consent of the owner of the tower used by Seller; and,

(f) all of the Seller's supplies, equipment, inventories, except for satellite receiver which will be retained by Seller.

Hereafter, all such assets shall be referred to as the "Station Assets."

2. Purchase Price and Payment.

a. Purchase Price and Payment. The purchase price for the Station Assets shall be One Hundred and Twenty Five Thousand Dollars (\$125,000).

b. Seller's Warranty. Seller is the sole holder of the License which is, and at Transfer (as defined) will be in full force and effect and has not been revoked, suspended, canceled, rescinded, terminated or modified and has not expired. Seller is aware of no facts and has received no notice or other communication from the FCC indicating that Seller is not in compliance in all material respects with all applicable requirements of the FCC.

2.3 Buyer Qualified. Buyer is legally, financially and otherwise qualified to acquire and operate the Station Assets consistent with the Communications Act of 1934, as amended, and the rules and regulations of the Federal Communications Commission ("FCC"). To the best of Buyer's knowledge, no circumstances exist which reasonably could support a conclusion by the FCC that Buyer lacks the requisite qualifications to acquire and operate the Station.

3. Deliveries at Transfer. At Transfer, Seller shall deliver or cause to be delivered to Buyer the following:

(a) A copy of the License, together with a copy of the FCC's consent to assignment of the License to Buyer or its assignee, and all other files, records and correspondence pertaining to the License or the Station in Seller's possession;

(b) Written evidence satisfactory to Buyer of the transfer of title to the Station Assets; and

(c) A Bill of Sale, and other such documents or instruments as Buyer may reasonably request to carry out the transaction contemplated by this Agreement. For purposes of this Agreement, all such documents are defined as the "Transaction Documents".

4. **Application for FCC Consent.** Within five (5) business days of execution of this Agreement, the parties shall prepare and file an appropriate application (the "Application") with the FCC requesting its consent to the assignment of the FCC Licenses for the Station to Buyer. Seller will file the appropriate FCC documents upon receipt of the necessary information from Buyer. Buyer and Seller shall diligently take, or cooperate in the taking of, all steps necessary and appropriate to expedite the preparation of the Application and its prosecution to a favorable conclusion. The FCC filing fee shall be paid by Seller and Buyer equally.

5. **Transfer.** The Transfer of the Station Assets by Buyer from Seller ("Transfer") will take place at the offices of Buyer, at Buyer's discretion, within five business (5) days following the date on which the FCC Consent becomes a Final Order, or at such other time and place as the parties may mutually agree (such date, the "Transfer Date"). Transfer may occur via facsimile.

6. **Termination of Agreement.** This Agreement may be terminated immediately on or prior to the Closing under one or more of the following circumstances:

6.1. by the mutual consent of the parties hereto;

6.1. by either party, if the FCC has not granted the Assignment Application within twelve (12) months after it is filed;

6.1. by any party hereto, if the FCC denies the Assignment Application.

7. **Benefit and Binding Effect.** This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors and assigns.

8. **Governing Law.** This Agreement shall be governed, construed and enforced in accordance with the laws of the State of Arkansas, without regard to the choice of law provisions thereof. Any litigation arising from the Agreement shall be brought in the Arkansas State Courts or Federal Courts located in Arkansas.

9. **Construction.** The parties acknowledge and agree that this Agreement has been fully negotiated between them and shall not be interpreted or construed against the drafting party.

10. **Multiple Counterparts.** This Agreement may be signed in counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same Agreement.

11. **Entire Agreement.** This Agreement collectively represents the entire understanding and agreement between Buyer and Seller with respect to the subject matter hereof. This Agreement supersedes all prior memoranda and agreements between the parties hereto, and may not be modified, supplemented or amended, except by a written

instrument signed by each of the parties hereto designating specifically the terms and provisions so modified, supplemented or amended.

12. **Captions.** The section captions and headings in this Agreement are for convenience and reference purposes only and should not affect in any way the meaning or interpretation of his Agreement.

13. **Further Assurances.** Upon the signing of this Agreement, Seller will use its best efforts, and Buyer will reasonably cooperate with Seller, to secure FCC authorization for the transfer of the License and the other Station Assets and any related authorizations or fulfillment of any conditions hereto. The parties acknowledge that FCC consent is required to transfer the License, and agree not to effect such transfer before such consent has been obtained. At and after the Transfer, Buyer and Seller will, without further consideration, execute and deliver such further instruments and documents and do such other acts and things that the other party may reasonably request in order to effect or confirm the transactions contemplated by this Agreement.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and first year above written.

ARKANSAS 49, INC.

By: *[Signature]*
Secretary

MY TOWN TV

By: *[Signature]*
T. Kyle Reeves