

IN THE GRAND COURT OF THE CAYMAN ISLANDS

CAUSE NO. 39/96

BETWEEN: Cayman National Bank Ltd

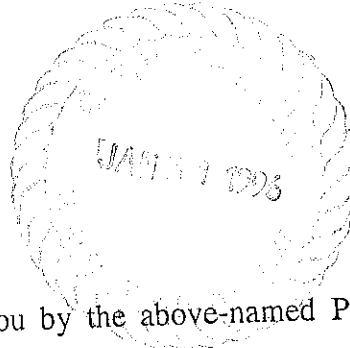
PLAINTIFF

AND: Dave O. McLaughlin

DEFENDANT

WRIT OF SUMMONS

TO: Mr. Dave O. McLaughlin
P.O. Box 958GT
Grand Cayman, B.W.I.



THIS WRIT OF SUMMONS has been issued against you by the above-named Plaintiff in respect of the claim set out on the next page.

Within 14 days after the service of this Writ on you, counting the day of service, you must either satisfy the claim or return to the Court Office, P.O. Box 495G, George Town, Grand Cayman, the accompanying Acknowledgment of Service stating therein whether you intend to contest these proceedings.

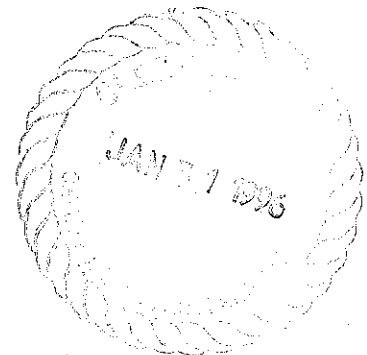
If you fail to satisfy the claim or to return the Acknowledgment within the time stated, or if you return the Acknowledgment without stating therein an intention to contest the proceedings, the Plaintiff may proceed with the action and judgment may be entered against you forthwith without further notice.

Issued this 29th day of January 1996.

NOTE - This Writ may not be served later than 4 calendar months (*or, if leave is required to effect service out of the jurisdiction, 6 months*) beginning with the date of issue, unless renewed by order of the Court.

IMPORTANT

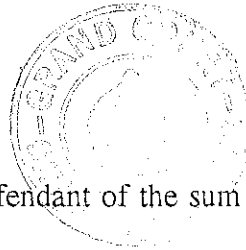
Directions for Acknowledgment of Service are given with the accompanying form.



STATEMENT OF CLAIM

1. The Plaintiff's claim is against the Defendant for the sum of CI \$2,118.97, being the outstanding principal on a loan obligation, plus interest thereon at the rate of 14.75% per annum from the 1st January 1996 until 14th January 1996 and at the rate of 14.5% per annum thereafter, accrued daily and compounded monthly in accordance with the terms of a promissory note and loan agreement dated 5th May 1987 and subsequently amended as executed by the Defendant in favour of the Plaintiff.
2. By the terms of the said agreement, upon demand by the Plaintiff all principal and interest accrued, whether unpaid and overdue or otherwise, become payable forthwith. Several demands for payment from the Defendant have been made by and on behalf of the Plaintiff without satisfactory response.
3. Under the terms of the loan provided to the Defendant interest on an outstanding balance accrues at a rate of interest equal to the Cayman Islands Base Rate plus 6% per annum. Also under the terms of the said promissory note and loan agreement, the rate of interest and arrangements for computing and compounding interest may be varied at any time at the sole discretion of the Plaintiff, as well after as before any demand made or judgment obtained thereunder. The Plaintiff is entitled to full recovery of its legal costs incurred in enforcing the agreement.

AND THE PLAINTIFF CLAIMS:-



1. AN ORDER for the payment by the Defendant of the sum of CI \$2,118.97.
2. INTEREST accrued to 29th January 1996 in accordance with the terms of the promissory note and loan agreement at the rate of 14.75% per annum until 14th January 1996 and 14.5% per annum thereafter (Cayman Islands Base Rate plus 6%), equal to CI\$24.60, and continuing.
3. FURTHER and/or other relief.
4. COSTS of the Prescribed Filing Fee and Bailiff Fees of CI\$100.00 and CI\$30.00 and fixed costs of CI\$250.00, alternatively costs pursuant to contract.

Total Amount as of 29th January 1996.

CI\$2,523.57

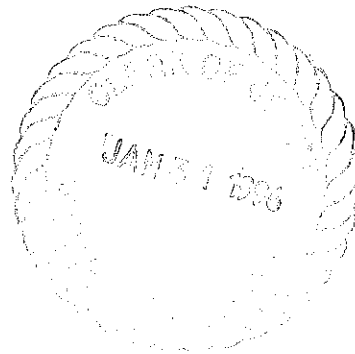
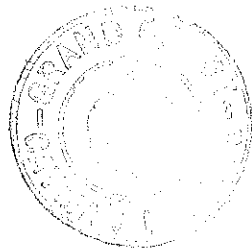
STATEMENT REGARDING INTEREST:

1. The rate of interest claimed is 14.5% per annum (6% above the Cayman Islands Base Rate).

2. The date(s) from which interest is calculated is 1st January 1996 as to CI \$2,118.97.
3. The total amount of interest claimed as at 29 January 1996, is CI\$24,60.
4. The amount of interest accruing each day thereafter is CI\$0.84, compounded monthly.

If, within the time for returning the Acknowledgment of Service, the Defendant(s) pays the total amount claimed of \$2,523.57 (including interest and costs) further proceedings will be stayed. The money must be paid to the Plaintiff's Attorney.

Orren Merren & Company,
ORREN MERREN & COMPANY
Attorneys-at-Law for the Plaintiff



This Writ was issued by Messrs. Orren Merren & Company, the attorneys-at-law for the Plaintiff, whose address for service is House of Merren, Second Floor, West Bay Road, P.O. Box 481G, Grand Cayman, Cayman Islands, British West Indies.



DIRECTIONS FOR ACKNOWLEDGMENT OF SERVICE
OF WRIT OF SUMMONS

1. The accompanying form of *Acknowledgment of Service* should be completed by an Attorney acting on behalf of the Defendant or by the Defendant if acting in person.

After completion it must be delivered or sent by post to the Law Courts, P.O. Box 495G, George Town, Grand Cayman.

2. A Defendant who states in his Acknowledgment of Service that he intends to contest the proceedings *must also serve a defence* on the Attorney for the Plaintiff (or on the Plaintiff if acting in person).

If a Statement of Claim is indorsed on the Writ (i.e. the words "Statement of Claim" appear on the top of page 2), the Defence must be served within 14 days after the time for acknowledging service of the Writ, unless in the meantime a summons for judgment is served on the Defendant.

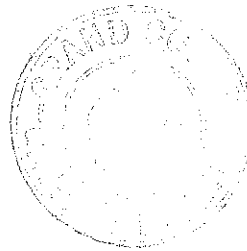
If the Statement of Claim is not indorsed on the Writ, the Defence need not be served until 14 days after a Statement of Claim has been served on the Defendant.

If the Defendant fails to serve his defence within the appropriate time, the Plaintiff may enter judgment against him without further notice.

3. A *Stay of Execution* against the Defendant's goods may be applied for where the Defendant is unable to pay the money for which any judgment is entered. If a Defendant to an action for a debt or liquidated demand (i.e. a fixed sum) who does not intend to contest the proceedings states, in answer to Question 3 in the Acknowledgment of Service, that he intends to apply for a stay, execution will be stayed for 14 days after his Acknowledgment, but he must, within that time, *issue a Summons* for a stay of execution, supported by an affidavit of his means. The affidavit should state any offer which the Defendant desires to make for payment of the money by instalments or otherwise.

See over for notes for guidance

Please complete overleaf



Notes on address for service

Attorney: where the Defendant is represented by an attorney, state the attorney's place of business in the Cayman Islands. A Defendant may not act by a foreign attorney.

Defendant in person: where the Defendant is acting in person, he must give his post office box number and the physical address of his residence or, if he does not reside in the Cayman Islands, he must give an address in Grand Cayman where communications for him should be sent. In the case of a limited company, "residence" means its registered or principal office.

Indorsement by plaintiff's Attorney (or by plaintiff if suing in person) of his name, address and reference, if any, in the box below.

Orren Merren & Company
Attorneys-at-Law
P.O. Box 481G
House of Merren, West Bay Road
Grand Cayman, B.W.I.

Indorsement by defendant's Attorney (or by defendant if suing in person) of his name, address and reference, if any, in the box below.

