

Letter of Intent Between BEVGATER Inc and Taiga Coolers, LLC

To: Wayne Ostrander

2027 Presidential Row
Mesquite, TX 75149
214-697-6595
Wayne@taigacoolers.com

01 June 2024

Whereas Bevgater is an enterprise based on unique beverage dispensing coolers and related products that reduce the environmental waste generated by cans and bottles and is sustainably directed.

Whereas Taiga Coolers is a manufacturer of coolers and embraces sustainably in its processes and materials.

Therefore Bevgater wishes to contract for its product manufacturing with Taiga, and establish this Letter of Intent to Offer the Purchase of Taiga Coolers upon mutual negotiation of Terms in the near future.

Herein are the Assets submitted by/of Taiga Coolers :

- Taiga Coolers, LLC , a Texas, LLC
- Taxed as a Partnership, Pass through entity for Federal purposes.
- Owners of LLC interests are John S. Hohenshelt and Wayne Ostrander.
- There is about \$3,000,000 of debt all owed to the owners of the LLC. No outside bank debt.
- John Hohenshelt owns the warehouse building in another entity.
- Location: 2027 Presidential Row, Mesquite, TX 75149
- Intellectual property owned: Patent No. **10,350,801**
- Licenses owned allowing retail sales. Caterpillar, Inc. Mossy Oak. CASE IH
- Current Manufacturing agreement with RE Cooling Tech
- Taiga owns all of the injection mold tooling to manufacture the three sizes of coolers: 27 QT, 55 QT and 88 QT. The tooling is kept at our molder's location in Troup, Texas. About 110 miles east of our warehouse.
- All manufacturing equipment and fixtures in the warehouse are owned by the LLC. No equipment is leased.
- 2023 Revenues approximately \$3,000,000.00
- Forecasted revenue for 2024 \$4,500,000.00 – \$5,000,000.00
- Average gross profits 47%

Hereby Bevgater and Taiga Coolers accept this Letter of Intent

Date:

For Bevgater

For Taiga Coolers

Wayne Ostrander
