

From:

The Trustees of the Watson Gym Pension Scheme
c/o Pension Practitioner.com
Daws House
33-35 Daws Lane
London
NW7 4SD

To:

Watson Gym Equipment Limited
Unit 3B
Southgate
Frome
BA11 2RY

Dear Sirs

Watson Gym Pension Scheme – Pension Scheme Tax Reference 00770864RL

Further to the creation of the debt obligation to us on 22 July 2011 and completion of the in specie contribution of 47.1% of your beneficial interest in Unit B3, Southgate, Frome BA11 2RY to us on 25 July 2011, we acknowledge that the said in specie contribution settles the debts due to us under the debt obligation.

Yours faithfully

Simon Watson and Claire Beverley Watson – Trustees of the Watson Gym Pension Scheme

