

Mr James B. Comey
FBI Director
Washington D.C.

March 20, 2016

Ref: FOIPA Request No.: 1336332-000
Subject: CHIEFTAIN INVESTORS INC.
(CHIEFTAIN aka CHIEFTAN aka CHIEFTON)

Dear Mr. Comey;

Some time ago a Lauren McGuinn, Public Liaison/GISFBI-Records Management Division, 170 Marcel Drive, Winchester, VA 22602-4843 made an inquiry as part of the above referenced FOIPA Request as to whether or not I (Donald D. Stone) had any additional information on CHIEFTAIN INVESTORS INC.

On 10/11/2015 I responded to Lauren McGuinn with a sampling of information that I had on **CHIEFTAIN INVESTORS. EXHIBIT A**

Here is additional information that may or may not be useful pertaining to **CHIEFTAIN INVESTORS.**

As you read through this letter please remember that during this early 1990's – 2003 time frame **CHARLES RICHARD LONGO SR.** associate **GILBERT SAPPERSTEIN** was busy stealing and laundering an estimated \$3.5 million from the Baltimore School Board early 1990's to 2003.

If you require additional information on **CHIEFTAIN INVESTORS INC.** I would suggest you personally contact some of the alleged cronies of a **CHARLES RICHARD LONGO SR.** (deceased), an individual that the FBI has a 284 page file on but, will only release 43 pages.

The first of **LONGO's** cronies you might contact is a **MICHAEL W. GREBE**, former head of the law firm of **FOLEY & LARDNER** and legal counsel to the Republican National Committee. You could ask **GREBE** what he knows about **CHIEFTAIN INVESTORS INC.** and his law firms relationship with **CHARLES RICHARD LONGO SR.** and associates.

- *While you are trying to find out about **CHIEFTAIN INVESTORS** ask them about another entity called **DONALD STONE INVESTMENTS INC.** This mysterious entity was completely unknown to me until it surfaced in my Florida civil RICO case, *Stone vs. Warfield* in 1998 in the defense pleading of a **James R. Johnson** who was president of a **WASHINGTON INVESTMENTS INC.** My guess (pure speculation on my part) is that Longo and his many co-conspirators were running a securities fraud scheme using my good name (without my knowledge) and using my patents as bait to lure potential investors. Another individual and known co-conspirator **James Bailey**, lives near me in Palm City, FL. was on the board of Directors at Washington Investments, so it's possible that he would also know about **Chieftain Investors** and **Donald Stone Investments Inc.***

Obviously, **GREBE**, a lawyer and so-called officer of the court is going to be full of the I don't remember or I don't recall. At which point I would suggest you refresh **GREBE's** memory as to what his obligations are under the DC Bar **Rules of Professional Conduct: Rule 8.4—Misconduct.**

And if **GREBE's** memory still fails him, ask him what it felt like to be allegedly kneecapped by Goodyear Tire & Rubber Company, President Stanley Gault, when **GREBE, FOLEY & LARDNER, CHARLES RICHARD LONGO SR., GILBERT and MARK C. SAPPERSTEIN, et al** tried to sell and/or license technology to **GOODYEAR TIRE & RUBBER.**

GREBE and co-conspirators were alleged to be using the aircraft owned by **CHIEFTAIN INVESTORS** to fly to meeting(s) with Goodyear in Akron, Ohio.

I'm guessing because you are a charter member of the Republican political elite in Washington D.C. it's possible you may even have **GREBE's** personal cellphone number on your speed dial, if you don't have **GREBE** on your speed dial, you could call either of your Republican party cronies Reince Priebus or Paul Ryan (**GREBE** is the kingmaker/godfather of these two) and I'm certain either Ryan or Priebus would have **GREBE's** cellphone number and they would be more than happy to give it to you.

In the event **GREBE** can't or refuses to provide you with any information on **CHIEFTAIN INVESTORS INC.** I would then suggest you contact other cronies and/or associates of **CHARLES RICHARD LONGO Sr.** either of the two lawyers at **MILES & STOCKBRIDGE** in Maryland. **JOHN FRISCH** at the main office in Baltimore, or **GREGORY M. BURGEE** at the Frederick office of **MILES & STOCKBRIDGE**. Once again as lawyers and so-called officers of the court, I'm sure they will be using the I don't remember or I don't recall routine. And once again you might remind them of their duties & obligations under the Maryland Bar **Rules of Professional Conduct: Rule 8.4—Misconduct**.

And if you still don't have any answers to your questions about **CHIEFTAIN INVESTORS INC** I would suggest you call the law offices of **Williams, Hammond Shockley Moore & Harrison** in Ocean City, MD. and ask to speak to **CHARLES RICHARD LONGO Sr.'s** cronies and/or associates either **JOSEPH HARRISON Jr. , J. RICHARD COLLINS, or REGAN J.R. SMITH.**

I think your best bet would be **REGAN J.R. SMITH**, he has always been somewhat of a blabbermouth, allegedly running his mouth publically about various legal disputes involving his clients and others. And again you might remind them of their duties & obligations under the Maryland Bar **Rules of Professional Conduct: Rule 8.4—Misconduct**.

The allegations are that **CHIEFTAIN INVESTORS INC.** was formed in the Frederick, MD. **MILES & STOCKBRIDGE** office by attorney **GREGORY M. BURGEE** in Dec. 1993 in which a **MARK C. SAPPERSTEIN** was listed as the resident agent.

<http://www.marylandcorporates.com/corp/593581.html>

Allegedly in Jan. 1994 **CHIEFTAIN INVESTORS INC.** purchased an aircraft, possibly from an entity at the Frederick, MD. airport and the FAA info is **EXHIBIT B** :

United States Registration Number: N 4078J
Aircraft Mfg. & Model: PIPER PA31-350
Aircraft Serial No: 31-8152057

If you still haven't found your answers to your questions about **CHIEFTAIN INVESTORS** you could contact four of **CHARLES RICHARD LONGO Sr.** co-conspirators, **CHRISTINE WARD, HAL P. GLICK, ROBERT WARFIELD SR.** and **BRUCE A. MOORE** in Ocean City, Worcester County, MD. I would start with "cook the books" **CHRISTINE WARD** who is alleged to be an accountant. At this time early 1990's **WARD** was the girlfriend of **HAL P. GLICK**, (later married **GLICK**). Any one of these individuals might be of help concerning your inquiry about **CHIEFTAIN INVESTORS INC.**

Also included a copy of a canceled check signed by **CHARLES R. LONGO Sr.** made out to **CHIEFTON INVESTORS** for \$700.00 and in the memo line it reads : Airfare Proctor-Longo (Goodyear). **EXHIBIT C**
As I was compiling the **EXHIBITS** for this letter I noticed what appears to be three different spellings for **CHIEFTAIN INVESTORS**.

- **12/22/93** Original Corporate Filing **CHIEFTAIN INVESTORS INC.**
<http://www.marylandcorporates.com/corp/593581.html>
- **1/10/94** documents signed by Mark C. Sapperstein on aircraft **CHIEFTAIN INVESTORS INC EXHIBIT B**
- **8/3/94** check signed by **CHARLES RICHARD LONGO SR. to CHIEFTON INVESTORS INC EXHIBIT C**

Based on the recent FBI FOIA file that I received on **CHARLES RICHARD LONGO SR.** a mere 43 pages out of a 284 page file, I'm going to make a wild, speculative guess that **CHARLES RICHARD LONGO SR.** was a known member and/or associate of an organized crime syndicate family in New York and that this was known to all the federal and state prosecutors and FBI agents I have caught lying to me over the past 20 years.

Kinda ironic that **CHARLES RICHARD LONGO SR.** Modus Operandi and time frame in the early 1990's fit nicely with that of an Alan "Baldie" Longo.

Unlike Goodyear Tire & Rubber, only the House Oversight Committee and the Republican National Committee are corrupt & stupid enough to enter into contracts with **CHARLES RICHARD LONGO SR.** known co-conspirators.

Again **CHIEFTAIN INVESTORS** appears as an entry on the 10th page of **EXHIBIT D** (with hi-lite & annotations) of the alleged sham **Worcester County Bureau of Investigation (WCBI)** Report concerning my allegations of Longo & Procter allegedly embezzlement of \$30K from DSII only a couple of weeks after seizing control of DSII. **EXHIBIT D**

The primary hurdles that you and the FBI will have to overcome in convincing your employers "The USA Taxpayer" that Stone was only involved in a business dispute and/or civil matter with the three law firms and their lawyers, **Foley & Lardner, Miles & Stockbridge, Williams Hammond Shockley Moore & Harrison & their co-conspirators Charles Richard Longo Sr., Gilbert & Mark C. Sapperstein, Robert Warfield Sr., Hal P. Glick, Bruce A. Moore, Christine Ward et al** are as follows:

- 1. Why did the top federal prosecutors from Maryland & Southern District of Florida get caught lying (alleged fraudulent concealment and/or obstruction of justice) about the criminal activities of Charles Richard Longo Sr. and co-conspirators in Stone vs. Warfield in 1998 ? (Thank GOD for FOIA ! Without FOIA Stone would have been left to twist in the wind by the notoriously corrupt top federal prosecutors from Maryland & Florida).**
- 2. Why did the 200 attorney Republican Party powerhouse law firm of Miles & Stockbridge hire "America's Best Criminal Defense Attorney's" when sued under "Civil RICO" by Donald Stone, a man with a high school education and no legal or financial resources ?**
- 3. Why did Maryland Chief Judge, Robert Bell, have to intervene on behalf of Florida resident Donald D. Stone when the two Worcester County Circuit Court judges Theodore Eschenburg and Thomas Groton repeatedly refused to sign and/or exemplify their very own court documents in the sham lawsuit of Charles Richard Longo Sr. & DSII vs. Donald Stone Case No. 94CV0182 SP-59/117.**

MD. Chief Judge Bell, on behalf of Donald D. Stone forced Worcester County Circuit Court Theodore Eschenburg to sign and exemplify the documents as Stone had requested while the trial judge Groton continued to refuse to sign and exemplify his own court documents.

While having the last name of Sapperstein is no indication that someone is a criminal or a known member of an organized crime syndicate in Maryland, Florida, and internationally, looking back in history might tend to raise a “Red Flag” under the theory of “a pattern & history” when applied to the following events:

- **1950's Sapperstein, Ike, Baltimore, Md 122**
Special Committee to Investigate Organized Crime in Interstate Commerce,
United States Senate, Eighty-first Congress, second session,
1951 Maryland & District of Columbia
"Investigation of organized crime in interstate commerce". Hearings before a Special Committee to Investigate Organized Crime in Interstate Commerce, United States Senate, Eighty-first Congress, second session, pursuant to S. Res. 202 .."
https://archive.org/stream/investigationof17unit/investigationof17unit_djvu.txt
- **1957- 1961 Harold Sapperstein and Anne Sapperstein** (1957- 1961)
<http://openjurist.org/312/f2d/694/united-states-v-sapperstein>
- **1990 -2003 Gilbert & Mark C. Sapperstein (just a tiny sampling of the Sapperstein's known criminal activities)**
<http://www.marylandcorruption.com/wp-content/uploads/2015/05/hotcontracts.htm>
- **2006 Gilbert & Mark C. Sapperstein**
<http://www.abell.org/sites/default/files/publications/arn106.pdf>

Given the recent release by the FBI FOIA division of a mere 43 pages of a 284 page file on **Charles Richard Longo Sr.** I'm going to speculate that the FBI probably have close to a 1000 pages of investigative files on **Longo, Gilbert & Mark C. Sapperstein** and that bunch of very corrupt “**Good Old Boys**” in Ocean City/Snow Hill (Worcester County) Maryland, in particular the notoriously corrupt Worcester County Circuit Court.

Here's how I arrived at the estimated 1000 pages of FBI files on the above entities:

Charles Richard Longo Sr.	284 page FBI file (at least that's all FBI David M. Hardy is claiming the FBI can find)
Gilbert & Mark C. Sapperstein	300 page FBI files (I'm guessing here)
Good Old Boys (Ocean City Snow Hill)	300 page FBI file (I'm guessing Richard Royden McCleary's FBI file alone 300 pgs.)

TOTAL	884 pages of FBI files
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And only one conviction & incarceration I know of Richard Royden McCleary.

It looks somewhat to me to be what might best be described as an alleged sprawling **TRANSNATIONAL COMPLEX CRIMINAL ENTERPRISE (CCE)**, China, Washington D.C., Maryland, Florida, Virginia, Texas, New York, New Jersey, Pennsylvania, etc.

Interesting that James B. Comey sent Martha Stewart to federal prison for 6 months for lying to the government. Obviously Martha Stewart (unlike Charles Richard Longo Sr. and his co-conspirators) wasn't a career criminal and clever enough to be running her criminal activities through the big Republican Party law firms operating in the shadow of FBI headquarters in Washington D.C.

Additional info. on Charles Richard Longo Sr. and his co-conspirators many activities can be found at:
http://seeking-justice.org/wp-content/uploads/2015/01/cntctfrm_485058f8c40830032ac9b4f8984c4ee9_Victim%20Impact%20Statement%20rescanned%204-17-10.pdf
on the website <http://seeking-justice.org/>

This is a copy of a Victim Impact Statement that Florida resident Stone tried to make at the sentencing of Maryland/Florida resident Gilbert Sapperstein in 2005. Stone's Victim Impact statement was blocked by MD. State Prosecutor Robert Rohrbaugh and Sapperstein's defense counsel.

This is an oddly similar scenario to the sordid saga of Jeffery Epstein and his top-tier Democrat and Republican political cronies who blocked the Victim Impact statements in the Epstein case.

In closing why don't you have your FOIA head, David M. Hardy review the 43 pages of **Charles Richard Longo Sr.** FBI file on www.marylandcorruption.com and let me know how many of the redacted names I got correct with my red annotations.

The only one I'm not sure about is the Miami FBI agent (alleged to be possibly FBI SAC Michael McBride, not positive about this) that allegedly falsified this FBI 302 report in stating **"in essence Mr. Stone agreed that his dispute with Mr. Longo was a civil matter"**. (TOTAL B.S.) Is this alleged falsifying and/or spinning of victim statements in FBI 302 reports something SAC's learn in FBI training in Quantico or in the field or both ?

Interesting comments made by FBI Director James B. Comey , March 12, 2015 before a Senate Appropriations Committee, in particular your comments about:

Public Corruption: Public corruption is the FBI's top criminal priority. The threat—which involves the corruption of local, state, and federally elected, appointed, or contracted officials—strikes at the heart of government, eroding public confidence and undermining the strength of our democracy.

Transnational Organized Crime: More than a decade ago, the image of organized crime was of hierarchical organizations, or families, that exerted influence over criminal activities in neighborhoods, cities, or states. But organized crime has changed dramatically. Today, international criminal enterprises run multi- national, multi-billion-dollar schemes from start to finish. These criminal enterprises are flat, fluid networks with global reach. While still engaged in many of the "traditional" organized crime activities of loan-sharking, extortion, and murder, new criminal enterprises are targeting stock market fraud and manipulation, cyber-facilitated bank fraud and embezzlement, identity theft, trafficking of women and children, and other illegal activities.

Best Regards,

Donald D. Stone
871 NE Dixie Hwy.
Ste. 8
Jensen Beach, FL. 34957
772 834 6175

Cc: Lauren McGuinn FBI FOIA Div.

EXHIBITS

The Red Annotations and high lites on these EXHIBITS were added by Donald Stone

EXHIBIT A 10/11/15 Stone response to FBI Lauren McGuinn sampling of information on **CHIEFTAIN INVESTORS**

EXHIBIT B 1/10/94 FAA info. excerpt on aircraft owned by **CHIEFTAIN INVESTORS**, resident agent **Mark C. Sapperstein**

EXHIBIT C 8/3/94 Donald Stone Industries Inc. check # 152 made to **CHIEFTON INVESTORS** signed by **Charles Richard Longo Sr.**

EXHIBIT D Sham Worcester County Bureau of Investigation (WCBI) report about Longo's alleged Embezzlement of money from DSII.

EXHIBIT A

From: Don Stone

10/11/2015

Subject: None

FOIPA Request No.: 1336332-000

Subject: CHIEFTAIN INVESTORS INC.

Dear **Lauren McGuinn** - The FBI asked if I had additional information on CHIEFTAIN INVESTORS INC.

I do have additional info. on CHIEFTAIN INVESTORS INC. but, if I were to mention any names of individuals or FBI agents associated with or having possible knowledge of CHIEFTAIN INVESTORS INC, the FBI FOIA division would throw up a red flag and prevent me from accessing any information pertaining to CHIEFTAIN INVESTORS INC. or any entities connected to CHIEFTAIN INVESTORS INC.

In early 1999 I introduced the FBI, working out of Annapolis, MD. to an individual that was associated with a Maryland entity known as Linktel Communications.

The individual at Linktel and I had become acquaintances because we had both been targeted by an alleged criminal element led by a certain individual (acting in concert with others), because of our potentially valuable intellectual property.

Linktel had been targeted by certain entities in the celltower/cellular phone business because allegedly Linktel had developed a unique technology specific to the celltower/cellular phone business.

I do know that in the early meetings between the FBI and the individual from Linktel, CHIEFTAIN INVESTORS INC. was discussed.

Whether CHIEFTAIN INVESTORS INC. was mentioned in the FBI report during this time, I have no idea.

The female FBI agent out of Annapolis involved in this has become rather infamous since then, she was made to testify before a Senate Judiciary Committee over questionable conduct involving the death of a federal prosecutor in Maryland.

While I do have additional info. on CHIEFTAIN INVESTORS INC. I will not be disclosing that to the FBI until we reach the federal FOIA court.

Best Regards,

Donald Stone

DATE: 3-10-94

EXHIBIT B

00000002091

THE CITIZENS NATIONAL BANK

390 Main Street
Laurel, Maryland 20707

Chattel Mortgage

Laurel, Maryland
(Office)

This mortgage, made this 10th day of January, 1994 by and between THE CITIZENS NATIONAL BANK

hereinafter called the MORTGAGEE, whose address is

390 Main Street, Laurel, Maryland 20707
(Number, Street, City, State, Zip Code)

and Chieftan Investors, Inc.

hereinafter called the MORTGAGOR, whose address is

28 Walker Avenue, Baltimore, Maryland 21208
(Number, City, State, Zip Code)

P 97546

RECORDED

WITNESSETH: That the said mortgagor, being justly indebted unto the said mortgagee in the sum of One Hundred, Sixty-seven

Thousand and no/100 dollars (\$ 167,000.00) as evidenced by a promissory note referred to herein, grants, bargains, sells, and mortgages to the said mortgagee, his/her heirs, administrators, successors, and assigns, the following described aircraft.

Aircraft make and model, Piper PA31-350 FAA registration number: N4078J

Manufacturer's serial number: 31-8152057

Together with all equipment and accessories attached thereto or used in connection therewith including the following:

All of that equipment listed in the aircraft equipment list for the above described aircraft as of this date and any equipment hereafter installed.

The allegations is that this aircraft may have been bought with some of the \$3.5 million Mark's father Gilbert Sapperstein was stealing from the Baltimore School Board early 1990's-2003.

The above described aircraft is hereby mortgaged to the mortgagee for the purpose of securing in the order named

Note bearing the date of January 10, 1994, executed by the mortgagor, and payable to the order of The Citizens National Bank in the aggregate principal sum of \$ 167,000.00 the Bank's Prime loan rate in effect on the first business day of the preceding month with interest thereon at the rate of 2.0% over percentum per annum, from date, payable in installments as follows:

The principal and interest of said note is payable in 59 installments of \$ 3,385.96 each on the 10th day of each successive month beginning with the 10th day of February, 1994.

The last payment of \$ 3,386.09 is due on the 10th day of January, 1999.

SECOND: The prompt and faithful discharge and performance of each agreement of the mortgagor herein contained made with or for the benefit of the mortgagee in connection with the indebtedness to secure which this instrument is executed, and the repayment of any sums expended or advanced by the mortgagee for the maintenance or preservation of the property mortgaged hereby or in enforcing his/her rights hereunder.

Said mortgagor hereby declares and hereby warrants to the said mortgagee, that he/she is the absolute owner of the legal and beneficial title to said aircraft and in possession thereof, and that the same is free and clear of all liens, encumbrances, and adverse claims whatsoever, except as follows: (If no liens other than this mortgage indicate "None").

NONE

RECORD 00 5.00
2604 001 1/19/94

The following space is for the inclusion of any special provisions which the parties hereto are desirous of making a part of this mortgage.

The mortgagor hereby agrees to insure the above described aircraft against loss by fire, theft, wind, storm and collision while in flight and on the ground, with an underwriter acceptable to the mortgagee.

Provided, however, that if the mortgagor, his/her heirs, administrators, successors or assigns shall pay said note and the interest thereon in accordance with the terms thereof and shall keep and perform all and singular terms, covenants, and agreements in this mortgage, then this mortgage shall be null and void.

26

Time is of the essence of this mortgage. It is hereby agreed that if default be made in the payment of any part of the principal or interest of the promissory note secured hereby at the time and in the manner therein specified, or if any breach be made of any obligation or promise of the mortgagor herein contained or secured hereby, or if any or all of the property covered hereby be hereafter sold, leased, transferred, mortgaged, or otherwise encumbered without the written consent of the mortgagee first had and obtained, or in the event of seizure of the aircraft under execution or other legal process, or if for any reason the mortgagee may deem himself insecure, then the whole principal sum unpaid upon said promissory note, with the interest accrued thereon, or advanced under the terms of this mortgage, or secured thereby, and the interest thereon, shall immediately become due and payable at the option of the mortgagee. (Any other causes of default should be listed below.)

Upon default, mortgagee may at once proceed to foreclose this mortgage in any manner provided by law, or he/she may at his/her option, and he/she is hereby empowered so to do, with or without a foreclosure action, enter upon the premises where the said aircraft may be and take possession thereof; and remove and sell and dispose of the same at public or private sale, and from the proceeds of such sale retain all costs and charges incurred by him in the taking or sale of said aircraft, including any reasonable attorney's fees incurred; also all sums due him on said promissory note, under any provisions thereof, or advanced under the terms of this mortgage, and interest thereon, or due or owing to the said mortgagee, under any provisions of this mortgage, or secured hereby, with the interest thereon, and any surplus of such proceeds remaining shall be paid to the mortgagor, or whoever may be lawfully entitled to receive the same. If a deficiency occurs, the mortgagor agrees to pay such deficiency forthwith.

said mortgagee or his/her agent may bid and purchase at any sale made under this mortgage or herein authorized, or at any sale made upon foreclosure of this mortgage.

IN WITNESS WHEREOF, the mortgagor has hereunto set its hand and seal on the day and year first above written.

Alleged Signature of
Mark C. Sapperstein

Name of mortgagor Chieftan Investors, Inc.

Signature(s) (in ink) Mark C. Sapperstein
(If executed for co-ownership, all must sign)

Title President
(If signed for a corporation, partnership, owner or agent)

ACKNOWLEDGEMENT BY MORTGAGOR

State of Maryland
County of Prince George's
(SEAL)

My commission expires

On this 10th day of January, 19 94, before me personally appeared the above-named mortgagor, to me known to be the person described in and who executed the foregoing chattel mortgage, and acknowledged that he/she executed the same as his/her free act and deed, and, if any chattel mortgage be that of a corporation swore that he/she was duly authorized to execute the same. Given under my hand and official seal the day and year written above.

ASSIGNMENT BY MORTGAGEE

For value received, the undersigned mortgagee does hereby sell, assign, and transfer all his/her rights, title and interest in and to the foregoing note and chattel mortgage, and the aircraft covered thereby, unto

whose address is _____
(Number, Street, City, State and Zip Code)

and hereby authorizes the said _____ to do every act, and thing necessary to collect and discharge the same. The undersigned mortgagee warrants and agrees to defend the title of said aircraft hereby conveyed against all lawful claims and demands except the rights of the maker. The undersigned mortgagee warrants that he/she is the owner of a valid security interest in the said aircraft. (A guaranty clause or any other provisions which the parties hereto are desirous of making a part of this assignment should be included in the following space.)

Dated this _____ day of _____, 19 _____.

Name of mortgagee (assignor) _____

Signature(s) (in ink) _____
(If executed for co-ownership, all must sign)

Title _____
(If signed for a corporation, partnership, owner or agent)

ACKNOWLEDGEMENT BY MORTGAGEE (ASSIGNOR)

State of OKLAHOMA
County of OKLAHOMA CITY
(SEAL)

My commission expires

On this _____ day of _____, 19 _____, before me personally appeared the above-named mortgagee, to me known to be the person described in and who executed the foregoing assignment, and acknowledged that he/she executed the same as his/her free act and deed, and, if said assignment be that of a corporation swore that he/she was duly authorized to execute the same. Given under my hand and official seal the day and year written above.

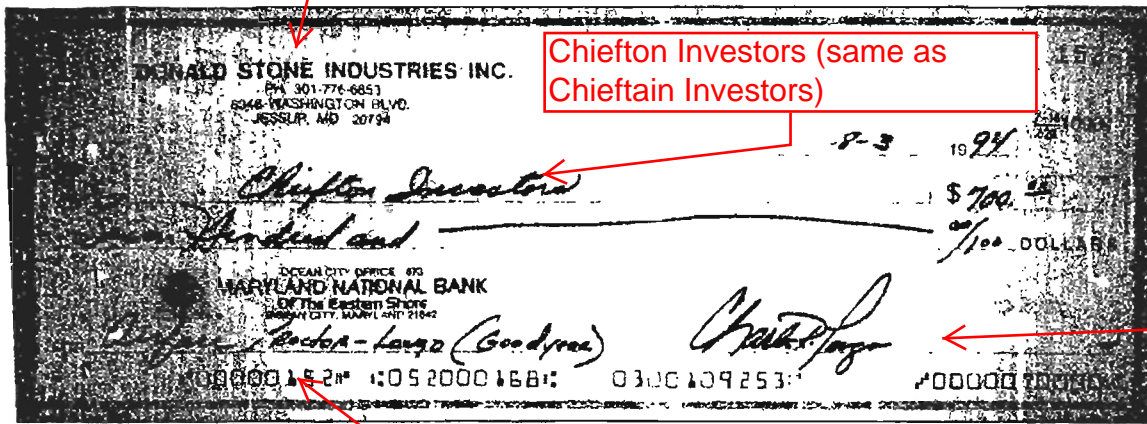
(Signature of Notary Public)

DATE: 3-10-94

AC Form 8050-1 (12/90) (0052-00-628-9007) Supersedes Previous Edition

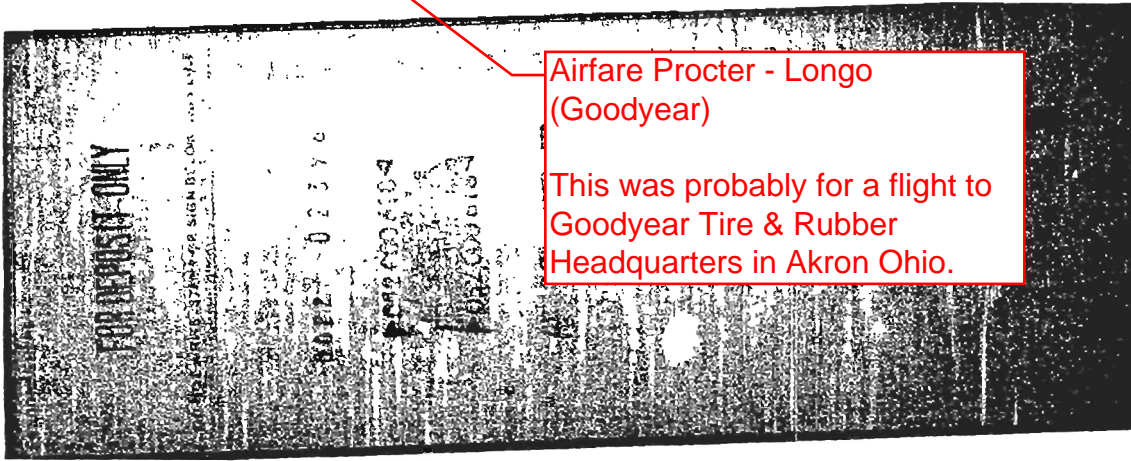
EXHIBIT C

Donald Stone Industries Inc. (DSII) Jessup, MD. (Wherever Longo was moving Shippers Choice Inc. to different locations he would use that for DSII locations) Using same tel. for DSII.



Chiefton Investors (same as Chieftain Investors)

Charles Richard Longo Sr.



Airfare Procter - Longo (Goodyear)

This was probably for a flight to Goodyear Tire & Rubber Headquarters in Akron Ohio.

There are 3 different spellings for the original entity
"Chieftain Investors"
"Chiefton Investors"
"Chieftan Investors"

Some of these documents involve an alleged "DOUBLE SWINDLE" Charles Richard Longo Sr. was running on his co-conspirators in the scam to swindle Stone out of his valuable patent(s) and intellectual property. In Oct. 1993 Longo & his co-conspirators seized control of Donald Stone Industries Inc. (DSII) and threatened to have Stone arrested on unspecified criminal charges. Longo then had his co-conspirators make him President of DSII then his co-conspirators Moore, Warfield & Glick invested another estimated \$52,500 into DSII. On or about Nov. 1993 Longo and Procter then proceeded to allegedly embezzle an estimated \$30K from DSII, one was a check dated Nov. 1 1993 for \$20K made to CASH signed by Charles R. Longo with Charles R. Longo written on Memo

Mr Stone

EXHIBIT D

10/30/96

Here are copies of requested information. There are no transcripts of any conversation with Robert Warfield, Hal Glick, Bruce Moore & Joseph Harrison Jr.

This is a Maryland State Police Sgt. Michael Kinhart, who was actually honest & ethical and provided me with this WCBI report. Kinhart broke ranks with the "Good Old Boys" in Worcester County and provided me with this report under a MD. Public Info. request.

Sgt M Kinhart

Noticeably absent from this bogus Worcester County Bureau Investigation (WCBI) report are:

1. No interview of **Charles Richard Longo Sr.** co-conspirators, the Ocean City, Maryland (Worcester County) "Good Old Boys" **Robert Warfield Sr.**, **Hal P. Glick**, **Bruce A. Moore**, and their **attorney Joseph Harrison Jr.** (The so called Big Fish in the Small Pond) they had control of Donald Stone Industries Inc.(DSII) at this time.

Allegedly some of these "Good Old Boys" were directly involved with Richard Royden McCleary's extensive cocaine trafficking Florida to Maryland (Snow Hill & Ocean City) operation.

Also there was no interview with the alleged accountant for Donald Stone Industries Inc., Christine Ward who was Hal Glick's girlfriend at the time, and later married Hal Glick. Allegedly it was Christine Ward's job to "cook the books" to facilitate the alleged money laundering operations being run by Charles Richard Longo Sr. and the Sapperstein's thru one the largest real estate firms in Ocean City & the Eastern Shore, MD. of Moore, Warfield & Glick. Ward would also have known about the alleged embezzlement of \$30K by Longo & Procter.

The "Good Old Boys" were also the one's living in close proximity to the WCBI, all residents of Worcester County. Longo lived in Annapolis (approx 100 miles away) Mark Sapperstein lived in Baltimore(approx. 130 miles away) Procter lived mostly in Frederick (approx. 180 miles away). Procter did live in Ocean City part time and so it is possible that he may have been interviewed there.

Warfield, Glick, Moore, and Harrison all lived within approx. 5 to 10 miles of the WCBI, Glick lived closest to the WCBI only a couple of miles away and they all worked within easy access of the normal jurisdiction of the WCBI.

2. Concerning the \$30K I accused Longo & Procter of embezzling from DSII (which they are trying to conceal as an investment into one of Longo's scams).

- a. On the ledger sheets Longo gave to the WCBI there is no check # 118 for \$20K
- b. On the ledger sheets Longo gave to the WCBI there is no check # 000101 for \$10K

If any body can find these checks on the attached ledger sheets please let me know.

9 5 0 0 1 0 6

REFERENCE AGENCY		AGENCY OFFICER		ID No.	AGENCY CONTROL NUMBER							
WCSO		-NA-			9	5	0	0	4	6	6	2
1. VICTIM'S NAME (FIRM NAME IF BUSINESS) Last, First, Middle				2. VICTIM'S Sex - Race - DOB / /								
3. VICTIM'S Residence Address City				4. Residence Phone () -								
5. VICTIM'S Employer City				6. Business Phone () -								
COMPLAINANT - OTHER VICTIMS - PARENT V = Victim (Other than #1) C = Complainant P = Parent												
7. NAME (Last, First, Middle) Stone Donald D.				Code C	Sex - Race - DOB M W / /				Residence Phone (407)334-5909			
8. Residence Address City 1820 N. E. Jensen Beach Blvd. Suite 648 Jensen Beach FL 34957												
9. Business Address City										Business Phone () -		
10. CRIME Theft				11. Date Reported To CBI 10/30/95			12. Type Of Premise -NA-					
13. Location Of Crime (Address) Maryland National Bank Branch 673 Ocean City, Worcester Co., MD												
14. Directions To Location -NA-												
15. WAS THERE A WITNESS TO THE CRIME? NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>												
16. WITNESSES INTERVIEWED? NO <input type="checkbox"/> YES <input checked="" type="checkbox"/>												
17. SUSPECT? <input type="checkbox"/> Named <input type="checkbox"/> Known <input type="checkbox"/> Known Location <input type="checkbox"/> Identified <input type="checkbox"/> Description NO <input type="checkbox"/> YES <input checked="" type="checkbox"/>												
18-1. NAME (Last, First Middle) Longo Charles				Alias		Sex - Race - DOB M W / /		Height	Weight	Hair	Eyes	
Address / Location						Occupation / Employer President, Stone Indust			CA#			
18-2. NAME (Last, First Middle)				Alias		Sex - Race - DOB / /		Height	Weight	Hair	Eyes	
Address / Location						Occupation / Employer			CA#			
19. SUSPECT VEHICLE? <input type="checkbox"/> Stolen <input type="checkbox"/> Recovered <input type="checkbox"/> Other NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>												
20. VEHICLE INFO	Year	Make	Model	Body Style	Reg. Year	Reg. State	Reg. No.	Color				
21. SIGNIFICANT M.O.? <input type="checkbox"/> Limited Opportunity To Commit Crime NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>												
22. MODE OF OPERATION Alleged theft involved the imbezzlement of company funds to a private account.												
23. Scene Processing YES <input type="checkbox"/> NO <input checked="" type="checkbox"/>		24. Crime Lab YES <input type="checkbox"/> NO <input checked="" type="checkbox"/>		25. Crime Lab Technician		26. Instrument, Force, Weapon						
27. WAS THERE? <input type="checkbox"/> Traceable Property <input type="checkbox"/> Physical Evidence NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>												
28. Property Stolen / Damaged												
29. NARRATIVE DT: 103195 I received a copy of a letter addressed to the State's Attorney for Worcester County, Maryland from												
INVESTIGATOR McDermott, Michael Andrew							I.D. NUMBER 0050		REPORT DATE 11/15/95			
RECOMMENDED STATUS <input type="checkbox"/> OPEN <input type="checkbox"/> SUSPENDED <input checked="" type="checkbox"/> UNFOUNDED <input type="checkbox"/> CLOSED							REVIEWING SUPERVISOR			REVIEW DATE 11/21/95		
<input type="checkbox"/> NCIC ENTERED		<input type="checkbox"/> NCIC CLEARED		FINAL STATUS		<input type="checkbox"/> OPEN <input type="checkbox"/> SUSPENDED <input checked="" type="checkbox"/> CLOSED			PAGE 1		OF 3	
<input type="checkbox"/> MILES ENTERED		<input type="checkbox"/> MILES CLEARED										

29. NARRATIVE

PAGE	OF
2	3

CBI Control Number						
9	5	0	0	1	0	6

Donald Stone (above complainant). The letter (included with this report) alleges two thefts which occurred at an Ocean City branch location of Maryland National Bank when funds were drawn on account #0300109253 belonging to Stone Industries Incorporated. The thefts were alleged to have been committed by Charles Longo. The letter provided contact addresses and phone numbers for partners of the corporation. A copy of the letter had been forwarded to several other Justice Department heads.

DT: 110195

I contacted Mark Sapperstein (W/M 20 River Oak Circle Baltimore, MD 21208 PH#410-653-0334) who was alleged in the Stone letter to have first hand knowledge of these thefts. Sapperstein advised me that this situation between Donald Stone and Stone Industries had been ongoing for quite some time. He stated that he was aware of no thefts involving Stone Industries or Charles Longo. He advised me that Bruff Proctor (W/M 121 70th St. Ocean City, MD PH#410-524-7258) was an officer in the company and would be better able to provide me with information regarding Charles Longo. Sapperstein advised that Stone Industries was comprised of several investors who had teamed up to fund an invention created by Donald Stone. Donald Stone Industries is the name of the company involved with this endeavor. Donald Stone had left the company due to financial hardship and went to Florida. He was no longer actively involved in the company.

Bruff J. Proctor was the bagman/henchman first for Charles Richard Longo Sr. and then Mark C. & Gilbert Sapperstein

DT: 110295

I made contact with Bruff Proctor who reiterated the information I had received from Sapperstein. He further advised me that he was aware of no theft of company funds. He further advised that Stone has been creating many problems since he left the company. Donald Stone Industries took Donald Stone to court via civil suit filed in the Circuit Court for Worcester County. This case was heard in August, 1995 by the Honorable Theodore R. Eschenburg. During the trial, Stone represented himself. Donald Stone Industries filed suit to obtain the assigning of the patent to the company. Donald Stone had failed to list Donald Stone Industries as part of the patent process. This had effectively disabled the company. The investors elected Charles Longo as President of Donald Stone Industries when Stone left for Florida and told them that he would no longer be involved with the company. A settlement was reached between Donald Stone and Stone Industries to wit: Stone Industries would pay Donald Stone \$10,000.00 in exchange for the assignment of the patent and the understanding that Donald Stone would be a silent partner of the business and would not have any contact with the officers of Stone Industries or act in the behalf of Stone Industries. Donald Stone would receive his share of any profits obtained through the marketing of his invention. Proctor stated that Donald Stone has been making problems ever since his departure from Stone Industries by writing letters accusing the company or officers of the company of wrong doing. He asked which letter I had received and if it was also one sent to Janet Reno or the FBI. I advised him of the contents of the letter and he said that he had not seen this particular correspondence. Proctor advised me to contact Charles Longo and provided me with his phone number. He also stated that I could contact him if I had any further questions.

DT: 110395

I made contact with Charles Longo at his residence and advised him of the investigation. He agreed to cooperate fully. I asked for specific information regarding the two checks in question. Longo advised me that all of the records were located at his office and asked if he could call me from that location when he arrived. I consented.

Initial Investigator:

McDermott, Michael Andrew

ID#:

0050

Date:

11/15/95

29. NARRATIVE

PAGE 3 OF 3

CBI Control Number 9 5 0 0 1 0 6

Longo contacted me from his office about one hour after my initial contact with him. He relayed to me all of the previous information I was aware of from my conversation with Proctor. Concerning check number 101 and 118 drafted on the Stone Industries account, Longo related the following:

Longo is an investor. He owns a company called American Credit Company. Instead of allowing the funds to sit idle in the Stone Industries checking account, the company elected to place some of the funds in an investment account with American Credit Company. The first draft (101) was issued by Bruff Proctor and was made out payable to American Credit Company in the amount of \$10,000.00 on 10-29-93. The second check (118) was issued by Charles Longo and was made out payable in cash on 11-1-93. Check #101 was deposited into an American Credit Company account. Check number 118 was endorsed by Longo and co-endorsed by Gary Broadwine (W/M 19 Highshire Ct. Baltimore, MD PH#410-284-2488 WK#301-577-4537) his associate in a company known as "Shippers Choice". According to Longo, the \$30,000.00 was invested on behalf and with the approval of Donald Stone Industries. All of the monies appear accounted for on a June 30, 1995 financial statement provided to me by Longo. Longo also faxed copies of both checks (front and back), a form 10-99-MISC from Shipper's Choice of VA, INC., statements from Maryland National Bank for the account in question, business accounting sheets, and a promisory note made payable to Donald Stone Industries for \$53,622.35 from Shipper's Choice, Inc.. After reviewing the information provided, everything appears to be accounted for in the company records. We have received no complaints from any of the individual investors and I have spoken with Sapperstein and Proctor (both of whom have investments with the company) and they allege no wrong doing. I also noted that the only monies left in the account upon Donald Stone's departure from the company were approximately \$1122.35. Following his departure, other monies were brought into the company to continue the endeavor totaling approximately \$52,000.00.

It would not be possible to utilize the bank statements alone to arrive at correct figures for Donald Stone Industries in so much as the company has invested in several areas. It also appears unlikely that a company which only claims holdings of around \$50,000.00 would not miss \$30,000.00 were the money not present in some form on the company books.

Based upon information provided to present and received from Donald Stone Industries and the overall cooperation of the investors and principles involved, I request the case be listed as "unfounded".

False and absurd statement by Michael McDermott, why would a struggling start up company like DSII invest monies into different areas

McDermott went on to become the mayor of Pocomoke, MD. and is now a Maryland State Representative.

Initial Investigator:

McDermott, Michael Andrew

ID#:

0050

Date: 11/15/95

The "Good Old Boys" Moore, Warfield & Glick invested this \$52 K into DSII.

The allegation is that Longo & Procter then promptly embezzled \$30K of this \$52K.

☐ CORRECTED (if checked)

PAYER'S name, street address, city, state, and ZIP code SHIPPERS' CHOICE OF VA, INC. 1623 Forest Drive #203 Annapolis, MD 21403		1 Rents	OMB No. 1545-0115 1994	Miscellaneous Income
		2 Royalties		
		3 Other income		
PAYER'S Federal identification number 54-1676996	RECIPIENT'S identification number 52-1761083	4 Federal income tax withheld	5 Fishing boat proceeds	Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
RECIPIENT'S name, address, and ZIP code DONALD STONE INDUSTRIES, INC. 207 Chinquapin Round Road Annapolis, MD 21401		6 Medical and health care payments	7 Nonemployee compensation	
		8 Substitute payments in lieu of dividends or interest	9 Payer made direct sales of \$5,000 or more of consumer products to a buyer (recipient) for resale <input type="checkbox"/>	
		10 Crop insurance proceeds	11 State income tax withheld	
		Account number (optional)		

Form **1099-MISC**

(Keep for your records.)

Department of the Treasury • Internal Revenue Service

DONALD STONE INDUSTRIES, INC.

FINANCIAL STATEMENT

JUNE 30, 1995

CURRENT ASSETS

CASH

BEGINNING BALANCE	\$53,622.35
-------------------	-------------

INVESTMENT EARNINGS	12,553.36
---------------------	-----------

SUB TOTAL	<u>66,175.71</u>
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LESS EXPENSES TO DATE	44,364.74
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TOTAL CASH	<u>\$21,810.97</u>
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CURRENT LIABILITIES

Friedlander & Hertz	\$ 1,676.46
---------------------	-------------

Princeton Polymer Labs	3,000.00
------------------------	----------

Foley and Lardner	<u>19,578.02</u>
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John Milling	2,200.00
--------------	----------

Joe Harrison	10,295.77
--------------	-----------

Donald Stone	10,000.00
--------------	-----------

TOTAL LIABILITIES	<u>\$ 46,750.25</u>
-------------------	---------------------

CASH	21,810.97
------	-----------

LIABILITIES	<u>46,750.25</u>
-------------	------------------

NET	(\$ 24,939.28)
-----	-----------------

EXPENSES PAID TO DATE OF STATEMENT

Legal	\$33,675.21
Delivery Services	469.57
Lab Fees	8,000.00
Tansportation	1,316.00
Taxes	144.02
Printing	671.60
Bank Service Charges	88.34
TOTAL	\$44,364.74

Noticeably absent from these ledger sheets Longo gave to the WCBI are the listing of check # 118 for \$20K and the Check # 000101 for \$10K the money I was accusing Longo & Procter of embezzling from DSII

NAME

David Stone Industries Inc. ACCOUNT NO. 106

ADDRESS

207 Chapman Road Rd
Amesbury, MA 02724

CREDIT LIMIT

2,500

DATE	REFERENCE	CHARGES	CREDITS	BALANCE
10/1/93	DEPOSIT		122 ³⁵	
10/2/93	DEPOSIT		52,500 ⁻	53,622 ³⁵
10/2/93	CR #116 Comp. Int. <input checked="" type="checkbox"/> 108 ⁰²			53,514 ³³
10/2/93	CR #117 ASU Unimp. <input checked="" type="checkbox"/> 36 ⁻			53,478 ³³
10/3/93	Interest Earned		736 ⁸⁰	54,215 ¹³
11/1/93	#119 Fed Exp <input checked="" type="checkbox"/> 13 ⁻			54,202 ¹³
11/2/93	#120 Western Union <input checked="" type="checkbox"/> 23 ⁻			54,179 ¹³
11/2/93	#121 Mail Box Plus <input checked="" type="checkbox"/> 165 ⁶⁰			54,013 ⁵³
11/5/93	#123 Mail Box Plus <input checked="" type="checkbox"/> 197 ⁻			53,950 ⁵⁶
11/5/93	#124 Western Union <input checked="" type="checkbox"/> 15 ⁻			53,935 ⁵⁶
11/7/93	#126 Fed Exp <input checked="" type="checkbox"/> 13 ⁻			53,922 ⁵⁶
11/31/93	Service Charge <input checked="" type="checkbox"/> 55 ⁻			53,867 ⁵⁶
11/3/93	Interest Earned		718 ⁶³	54,585 ¹⁹
12/1/93	#132 Service Charge <input checked="" type="checkbox"/> 200 ⁻			54,385 ¹⁹
12/1/93	#133 Central Am. <input checked="" type="checkbox"/> 258 ⁻			54,127 ¹⁹
12/1/93	#134 Jiro Miller <input checked="" type="checkbox"/> 2,500 ⁻			51,627 ¹⁹
12/2/93	#137 TWA Pass <input checked="" type="checkbox"/> 3,981 ⁻			47,646 ³⁹
12/27/93	#138 TWA Pass <input checked="" type="checkbox"/> 3,517 ⁻			44,129 ⁵⁷
12/31/93	Service Charge <input checked="" type="checkbox"/> 29 ⁻			44,100 ⁵⁷
12/3/93	Interest Earned		655 ⁰³	44,755 ⁶⁰
1-31-94	INTEREST EARNED		1603 ⁷⁷	50,446 ³⁹
2-8-94	#139 Harrison <input checked="" type="checkbox"/> 200 ⁻			50,246 ³⁹
2-8-94	#140 Fed Exp <input checked="" type="checkbox"/> 13 ⁻			50,233 ³⁹
2-28-94	Service Charge		9 ⁻	50,224 ³⁹
2-28-94	Interest Earned		169 ⁶⁶	50,394 ⁰⁵
3-4/94	#142 Fed Exp <input checked="" type="checkbox"/> 9 ⁻			50,385 ⁰⁵
3-24/94	#144 Fed Exp <input checked="" type="checkbox"/> 20 ⁻			50,365 ⁰⁵
3/21/94	Service Charge <input checked="" type="checkbox"/> 55 ⁻			50,310 ⁰⁵
3/1/94	" " <input checked="" type="checkbox"/> 5 ⁻			50,305 ⁰⁵

WILSON JONES Ledger Folder No 700-04. For use with WILSON JONES Short-Cut Billing System. Made in U.S.A.

DATE	REFERENCE	CHARGES	CREDITS	BALANCE
3/8/94	Credit Memo ⁵⁰ Refund	✓	4	50,814.65
3/3/94	Interest earned		617.92	51,521.77
4/1/94	Procter & Gamble ^{WIRE}	4,000		47,521.77
4/2/94	Interest earned		633.63	48,155.60
5/17/94	#147 Continental ^{AIRFARE}	✓ 328		47,827.60
5/17/94	#148 Procter & Gamble	2,000		45,827.60
5/17/94	#146 Fed Exp	✓ 13		45,814.60
6/3/94	Interest earned		610.86	46,425.46
6/3/94	Interest earned		619.01	47,044.47
7/5/94	Interest earned		627.26	47,671.73
8/1/94	#150 Fed Ex	✓ 13		47,658.73
8/1/94	#151 Fed Ex	✓ 13		47,645.73
8/3/94	#152 Chieftain Trl.	✓ 700		46,945.73
9/2/94	Interest		625.94	47,571.67
9/2/94	Interest		634.29	48,205.96
10/2/94	Interest earned		642.75	48,848.71
11/1/94	#155 Fely & Lard	✓ 2,500		46,348.71
11/30/94	Interest		617.98	46,966.69
12/1/94	CM	✓	73	46,996.74
12/31/94	Service Charge	✓ 509		46,487.35
12/31/94	Interest earned		626.16	47,113.51
1/1/95	#156 Fely & Lard	✓ 980 ⁵⁰	9,722.49	46,608.01
1/1/95	#157 Kane Messing	✓ 73		46,535.01
1/31/95	Interest earned		621.07	47,156.08
2/28/95	Interest		629.35	47,785.43
3/3/95	#158 Fely & Lard	✓ 3,000		44,785.43
3/3/95	#159 Fed Exp	✓ 13		44,772.43

This is another mention of Chieftain Investors Check # 152 for \$700.00 dated 8/3/1994 signed by Charles Richard Longo Sr. for airfare-Procter-Longo (Goodyear)



ACCOUNT. NO.

CREDIT LIMIT

WILSON JONES Ledger Folder No. 700-04. For use with WILSON JONES Short-Cut Billing System. Made in U.S.A.

000101

10/29/1993 7-16 120

PAY
TO THE
ORDER OF

American Credit Company

\$ 10,000.00

Ten thousand and 00/100

DOLLARS



MARYLAND NATIONAL BANK
BALTIMORE, MARYLAND 21202

FOR

[Signature]

⑈000101⑈ ⑆052000168⑆ 0300109253⑈ ⑈0001000000⑈

DONALD STONE INDUSTRIES INC.

PH. 301-778-6653
8348 WASHINGTON BLVD.
JESUP, MD 20794

118

11-1 1993 7-16 1093

PAY
TO THE
ORDER OF

Cash

\$ 20,000.00

Twenty Thousand and 00/100

DOLLARS



OCEAN CITY OFFICE 673
MARYLAND NATIONAL BANK
(On The Eastern Shore)
OCEAN CITY, MARYLAND 21842

FOR

Charles P. Lowe

[Signature]

⑈00000118⑈ ⑆052000168⑆ 0300109253⑈ ⑈0002000000⑈

FOR DEPOSIT ONLY
AMERICAN CREDIT COMPANY

MO-B-635-271-149-337
05/94
CC#10337125

DO NOT WRITE BELOW THIS LINE

DO NOT WRITE BELOW THIS LINE

11142

11142

1ST AMERICAN
CREDIT COMPANY
10337125
10337125

10337125

10337125

10337125

1ST AMERICAN BANK NO
10337125
10/23/98

10337125

673	1 OF 1	300109253
10/14/93	10/29/93	0



MARYLAND NATIONAL BANK

AN MNC FINANCIAL COMPANY

Put the biggest bank to work for you.

DONALD STONE INDUSTRIES INC
2346 WASHINGTON BLVD
JESSUP MD 20794

SMALL BUSINESS CHECKING STATEMENT	
BEGINNING BALANCE	.00
2 DEPOSITS/CREDITS	53,622.35
INTEREST PAID	.00
0 CHECKS/DEBITS	.00
0 SERVICE CHARGES/FEES	.00
ENDING BALANCE	53,622.35

CHECKING TRANSACTIONS			
POST DATE	TRANSACTION DESCRIPTION	CHECKS AND OTHER DEBITS	DEPOSITS AND OTHER CREDITS
10/10	DEPOSIT		1,122.35
10/29	DEPOSIT		52,500.00

ACCOUNT BALANCE
1,122.35
53,622.35

Longo testified under oath at the 341 Bankruptcy hearing for his Shippers Choice in early 1995 that Donald Stone Industries never invested money into Longo's Shippers Choice. I have both 341 meetings audio and transcripts of Longo testifying to this.

EXHIBIT C

XSHIP:
07139
XSHIP07

PAYEE'S NOTE

\$ 53,622.35

Jessup, Maryland

FOR VALUE RECEIVED, the undersigned (the "Maker") hereby promises to pay to the order of

Donald Stone Industries, Inc.
8346 Washington Blvd.
Jessup, Maryland 20794

(the "Payee")

at the said address in Maryland, the sum of \$53,622.35 with interest calculated at the annual rate of 16%. Interest and principal shall be payable in 36 monthly installments in accordance with the amortization schedule attached hereto.

1. This Note is issued pursuant to a private placement offering by Maker of promissory notes in the aggregate principal amount of up to \$1,000,000. This Note has not been registered under the Securities Act of 1933, as amended (the "Act") in reliance upon Section 4(2) of the Act and Regulation D of the General Rules and Regulations of the Act. Payee has represented that this Note is being acquired by Payee for investment for Payee's own account and not with a view to the resale or distribution thereof and that Payee does not intend to divide Payee's participation with others or to resell or otherwise dispose of all or any part of the Note unless it is subsequently registered under the Act or an exemption from such registration is available.

2. In order to better assure repayment of this Note, Maker has caused to be delivered to John J. Sellinger (the "Escrow Agent"), certain promissory notes issued to Maker by students in Maker's tractor-trailer driver training schools (the "Student Notes").

3. All payments of principal and interest are to be made in lawful money of the United States of America at the address of the Payee as set forth above, or such other place as the Payee or other holder of this Note shall designate to the Maker in writing.

4. The principal sum of this Note may be paid by the Maker at any time or times prior to the date it is due, in whole or in part, without premium or penalty. The Maker hereby waives any requirement of presentation, notice of protest and all other notices in connection with the delivery, acceptance, performance, default or enforcement of this Note.

5. The Payee may in the event of default charge to the Maker, and the Maker shall pay to the Payee, all costs of collection including reasonable attorneys fees.

6. Upon receipt of evidence, reasonably satisfactory to the Maker, of the loss, theft, destruction or mutilation of the Note, and upon receipt of indemnity reasonably satisfactory to the Maker, the Maker will, at the expense of the Payee or other holder, execute and deliver, in lieu thereof, a new Note of like tenor and amount.

7. No delay, failure or omission by the Payee or any subsequent holder in respect of the exercise of any right or remedy granted to the Payee or other holder or allowed to the Payee or other holder by law, herein, under said Note or otherwise, shall constitute a waiver of the right to exercise the right or remedy at that or any future time or in the same or other circumstances.

8. This Note is delivered in Jessup, Maryland and shall be governed by and construed and enforced under the laws of the State of Maryland.

9. Notices and demands hereunder on the Maker may be given in writing at the address hereinafter set forth or at such other address as the Maker shall designate to the Payee in writing:


Shippers' Choice, Inc.
8346 Washington Blvd.
Jessup, Maryland 20794

10. This Note shall bind the Maker and its successors, assigns, heirs and legal representatives.

WITNESSES:


GARY D. BOARDWINE, Secretary

SHIPPERS' CHOICE, INC.

By 
CHARLES R. LONGO, President