

RECEIVED JAN 05 2009

# SETTLEMENT AGREEMENT

WHEREAS, this Settlement Agreement ("Agreement") is entered into by and between the New York State Commission on Public Integrity ("Commission") and American Recycling Technologies, Inc.; and

WHEREAS, the Commission is the State agency responsible for enforcing Article I-A of the New York State Legislative Law, as amended ("Lobbying Act"); and

WHEREAS, as a registered client in 2008, American Recycling Technologies, Inc. is therefore required to comply with the reporting requirements set forth in the Lobbying Act; and

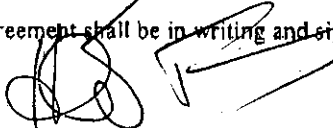
WHEREAS, it is clearly established that American Recycling Technologies, Inc. failed to file timely report(s) for the year 2008, specifically a 2008 January/June Client Semi-Annual Report, as required by § 1-j of the Lobbying Act; and

WHEREAS, in lieu of appearing for an adjudicatory hearing that could result in the assessment of a civil penalty, the parties to this Agreement have agreed to resolve their dispute in a manner that avoids further adjudicatory proceedings;

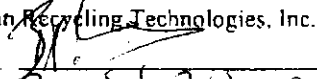
NOW THEREFORE, in consideration of the mutual covenants made herein, as the final settlement of the violation set forth herein, the parties agree that:

- I. American Recycling Technologies, Inc. admits that it violated § 1-j of the Lobbying Act as set forth herein and agrees to pay to the Commission the amount of \$500. in settlement of said violation. If full payment is not received with and at the same time as this Agreement, this Agreement shall become null and void in its entirety.
- II. American Recycling Technologies, Inc. further agrees to submit the accurately completed 2008 January/June Client Semi-Annual Report with and at the same time as Agreement. If the outstanding report is not received, this Agreement shall become null and void in its entirety.
- III. Notwithstanding the provisions of this Agreement, American Recycling Technologies, Inc. understands and acknowledges that the Commission may investigate other knowing and willful violations, if any, by American Recycling Technologies, Inc., of the Lobbying Act.
- IV. American Recycling Technologies, Inc. hereby waives (its, their, his, her) right to cure, as provided in § 1-o(c)(iii) of the Lobbying Act and may not assert such right at any future time.
- V. Any amendment or modification to this Agreement shall be in writing and signed by both parties.

Dated: April 28, 2009

  
 EXECUTIVE DIRECTOR  
 New York State  
 Commission on Public Integrity

ACCEPTED AND AGREED TO  
THIS \_\_\_ DAY OF \_\_\_\_\_, 2008

American Recycling Technologies, Inc.  
 By:   
 Name: Bruce W. Blauer  
 Title: CEO

12/30/08  
 \$ 500