IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS **TYLER DIVISION**

ADVANCEME, INC.,

Plaintiff

v.

RAPIDPAY LLC, BUSINESS CAPITAL CORPORATION, FIRST FUNDS LLC, MERCHANT MONEY TREE, INC., REACH FINANCIAL, LLC, and FAST TRANSACT, INC. dba SIMPLE CASH,

Defendants

CASE NO. 6:05-CV-424 LED

Rule 7.1 Disclosure Statement

Pursuant to FED. R. CIV. P. 7.1(a), the undersigned counsel for Defendant First Funds LLC certifies that no publicly held corporation owns 10% or more of First Funds LLC's outstanding membership units and that no parent corporation exists.

Respectfully submitted,

By: /s/ Joseph D. Gray

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ATTORNEYS FOR DEFENDANT FIRST FUNDS, LLC

CERTIFICATE OF SERVICE

I hereby certify that all counsel of record who have consented to electronic service are being served a copy of this document via the Court's CM/ECF system per Local Rule CV-5(a)(3) on this the 4th day of August, 2006. Any other counsel of record will be served by first class mail on this same date.

/s/ Joseph D. Gray Joseph D. Gray