

**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.
d/b/a SIMPLE CASH,

Defendants

CASE NO. 6:05-CV-424 LED-JDL

Rule 7.1 Disclosure Statement

Pursuant to FED. R. CIV. P. 7.1(a), the undersigned counsel for Defendant Reach Financial, LLC certifies that Reach Financial, LLC is a wholly owned subsidiary of Reach Holdings, LLC and that no publicly held corporation owns 10% or more of Reach Financial, LLC's outstanding membership units.

Respectfully submitted,

By: /s/ Joseph D. Gray

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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 7th 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