

IN THE CIRCUIT COURT OF PULASKI COUNTY, ARKANSAS
SIXTH DIVISION

A. HEATH ABSHURE, ARKANSAS SECURITIES COMMISSIONER

Plaintiff

v.

Case No. CV2009-5346-6

CLEAN TECHNOLOGY INTERNATIONAL
CORPORATION; DIAMOND CAPITAL
CORPORATION; WILLIAM DARRELL LAINHART,
INDIVIDUALLY, AND AS TRUSTEE OF
CAPITAL HERITAGE IRREVOCABLE TRUST AND
CAPITAL HERITAGE REVOCABLE TRUST;
IRENE M. F. LAINHART; REX ROBERTSON;
AND JAMES STEAD, JR.

FILED 11/08/10 14:19:54
Pat O'Brien Pulaski Circuit Clerk
CR3

Defendants

and

CAPITAL HERITAGE IRREVOCABLE TRUST
CAPITAL HERITAGE REVOCABLE TRUST

Relief Defendants

ORDER OF INSTRUCTIONS FOR RECEIVER

Simultaneously with the entry of Permanent Injunction and Order of Disgorgement entered this date, the Court issues the following instructions to John E. Pruniski, III (Receiver), appointed by the Court on November 13, 2009, as the receiver for Diamond Capital Corporation ("DCC"), Capital Heritage Irrevocable Trust ("CHIT") and Capital Heritage Revocable Trust ("CHRT"):

1. Within seven (7) days of this Order, the Receiver, acting as the receiver of DCC, the holder of over 80% of the outstanding stock of CTIC, shall provide written notice to shareholders of Clean Technology International Corporation (CTIC), in accordance with

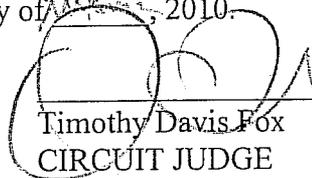
CTIC's bylaws, of a special meeting of CTIC's shareholders for the purpose of electing new persons to fill all vacancies on the CTIC board of directors. The Receiver shall give at least twenty (20) days notice of the meeting. In sending notice of the special meeting of CTIC shareholders, the Receiver shall use the most current list of shareholders maintained by CTIC with such updated addresses as may have been provided to the Receiver or which appear in claims that have been filed by CTIC shareholders in the bankruptcy filed by William Darrell Lainhart and Irene M. F. Lainhart in the United States Bankruptcy Court for the Eastern District of Arkansas, No. 4:10-bk-11465.

2. The Receiver shall attend the shareholder meeting referred to in ¶ 1, but shall not vote any of the CTIC shares of stock he controls by virtue of his receivership of DCC, presently the largest owner of CTIC stock. If necessary, the Receiver shall withdraw from the meeting on behalf of DCC and CHIT for a valid election by the remaining CTIC shareholders. After the election of new management, the Receiver shall transfer all shares of stock over which he has control to CTIC for cancellation.
3. After the election of new management of CTIC, the Receiver shall determine within seven (7) days all final receivership fees and costs, as well as any amounts necessary to pay the costs of maintaining all assets belonging to CTIC, and will file a motion with the Court for payment of those fees.
4. Upon receipt of sufficient funds to pay the Receiver's final fees and costs, the Receiver shall file with the Court a final accounting and motion for approval of the final accounting. The accounting shall take into account property in the possession of the Receiver, as well as property being transferred in accordance with the Permanent

Injunction and Order of Disgorgement by Diamond Capital Corporation (“DCC”) William Darrell Lainhart (“D. Lainhart”), Irene M. F. Lainhart (“M. Lainhart”), Capital Heritage Irrevocable Trust (“CHIT”) and Capital Heritage Revocable Trust (“CHRT”) and held by the Receiver for delivery to new management of CTIC. Upon approval of that accounting, the Receiver shall transfer to CTIC under new management, which is contemplated to be elected at the shareholder meeting called by the Receiver in ¶ 1, *supra*, all property held by the Receiver for the benefit of CTIC by whatever method sufficient to be effective.

5. After transfer of all assets held by the Receiver and the approval of the Receiver’s final accounting, the Receivership shall be terminated.

IT IS SO ORDERED this 27th day of April, 2010.

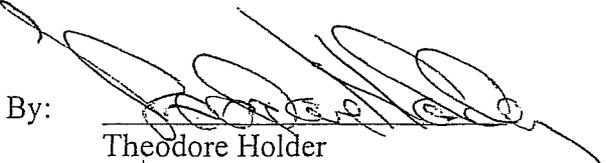


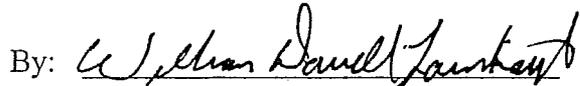
Timothy Davis Fox
CIRCUIT JUDGE

Approved as to Form and Content:

A. Heath Abshire,
Arkansas Securities Commissioner

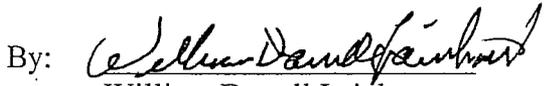
Clean Technology International Corporation

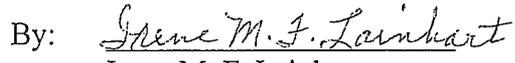
By: 
Theodore Holder
Attorney for Plaintiff

By: 
William Darrell Lainhart, President

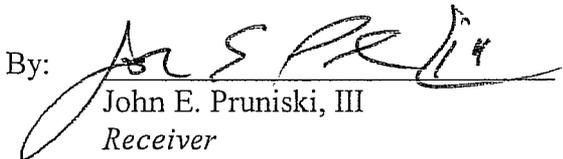
William Darrell Lainhart

Irene M. F. Lainhart

By: 
William Darrell Lainhart
Pro Se

By: 
Irene M. F. Lainhart
Pro Se

Diamond Capital Corporation
Capital Heritage Irrevocable Trust
Capital Heritage Revocable Trust

By: 
John E. Pruniski, III
Receiver