

BROTEK LTD.

d.b.a. International Regulatory Consultants

Medical Devices, Drugs, Food, Cosmetics

POB 6718, Efrat 90435, ISRAEL

Tel: +972.2.993.2768; Tel/Fax: +972.2.993.4275; e-mail: orbach@actcom.co.il

Dr. Eli M. Orbach, Managing Director

U-grafix Ltd.
P.O.B. 1105
Industrial Zone Har Tuv A
Beit Shemesh, 99000
Israel

March 28, 2003

Att'n: Mr. Udi Sharir, Managing Director

Re: European Regulatory status of U-Grafix Products.

I am Dr. Eli Orbach, a consultant specializing in Regulatory Affairs. In this letter, I describe and evaluate the European Regulatory status of the U-Grafix food products. These products include:

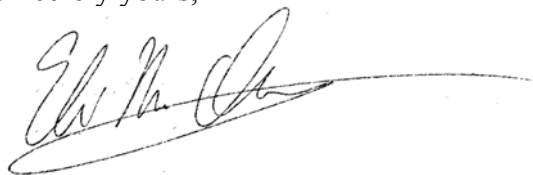
1. An edible cake coating in the shape of paper sheets.
2. Four edible colorings, or "inks", to be used for printing designs on the cake coating sheets.

All of the ingredients, including food additives and colors, comply with European regulations and can be marketed there. We have received confirmation of this from the Belgian Ministry of Health, General Food Inspectorate, (Belgian Competent Authorities).

We have reviewed the entire list of U-Grafix ingredients and found that they all have European nomenclature (E registration numbers), and are, subsequently, permitted for use in Europe.

.If you have any questions please feel free to contact me.

Sincerely yours,



Dr. Eli M. Orbach,
International Regulatory Consultants