

Exhibit A - PSP (Payment Service Provider)

PR Aviation uses its PSP and Acquiring Bank to collect the on-line credit cards payments of the handling fees / booking fees.

When PR Aviation refers in its agreements to PSP/Bank costs (expressed in a percentage over the gross amount of the handling fees), it refers to a combination of costs in relation to the secured on-line credit cards payments, which includes the:

- PSP License costs and the negotiated transaction fees for each on-line payment transaction;
- PR Aviation's commercial agreements with each of the credit card companies (American Express / Visa / MasterCard);
- PR Aviation's additional general bank costs related to the use of a PSP & its billing costs;
- PR Aviation's costs associated with charge-backs, settlements and/or refunds.

When does a Partner need a PSP?

Whenever one of our products are used to serve in a 24/7 on-line market, a PSP is necessary in order to collect additional 'service or handling fees' from the customer's credit cards in an on-line and secured environment in addition to the online payments of the tickets to the airlines.

If one of our products is used to serve an off-line market (i.e. traditional travel agencies or business implants, who are not providing services to the general public via the internet), no PSP is required, as there are other means to collect the service-, booking- or handling fees from these type of end-users, or when no additional service fees are required)

Do you need to use PR Aviation's PSP?

No, not necessarily. Our License Partners can choose to use and implement their own PSP (including all their own negotiated contracts with the banks, their PSP and credit card companies).

The differences between using PR Aviation's PSP services and implementing the PSP services of Licensee Partner are the following.

1. When using PR Aviation's PSP:

- Our on-line payment module, which is embedded in the *Elsy Arres* system, will debit the customer's credit card for the service/handling fees.
- These service/handling fees amounts are transferred to PR Aviation's bank account.

- PR Aviation bears all the related costs of each of these transactions (which is 10% over the amount of each transaction – see above for all the detailed cost elements)

2. When using the Licensee / Partner's PSP (or no PSP at all)

- The amounts and payments of the service/handling fees will be transferred to Partner's bank account.
- Partner bears the costs of each of this transaction (– see above for all the detailed cost elements that will be involved in your PSP agreements)
- Obviously no detailed statistics (handling fee payment stats) can be given by PR Aviation on the way credit cards are used.
- When PR Aviation has an agreement with its License Partner based on shared revenues from the handling fees, we send our License Partners a monthly invoice of the agreed fee per booked flight segments for PR Aviation.

Example

The fee per each booked flight segment that will be charged to the end consumer is, let's say (for calculation sake only) € 7,50.

A. when using PR Aviation's PSP, the calculation will be as follows;

- € 7,50 minus (+/-) 10% = € 6,75
- This € 6,75 is then shared, according to the Agreement with Licensee, between PR Aviation (which includes all the costs like server capacity, license cost, maintenance, service etc) and Licensee's net commission agreement.

PR Aviation will send Licensee each month a credit note together with the sales report and the payment to Licensee's bank account.

B. when using Partner's PSP, the calculation will be as follows;

- The agreed fee per booked flight segment for PR Aviation will be invoiced to Partner. This agreed fee for PR Aviation will include all the services of our system (see detailed summary in our contracts).

Additional Info on the PSP issue :

In order to pay the airlines (and this is valid for all types of products that we offer) an on-line payment module is embedded in the *Elsy Arres* system, which acts separately from the PSP for the on-line collection of the handling fees.

Each airline has its own PSP in order to verify and debit the credit cards that are used by the end-users.

Whether or not a handling fee is being collected via our or Partner's PSP, the end consumer/user will need a credit card to pay the airlines and make the booking.

Currently, most of our B2B clients are using PR Aviation's PSP.