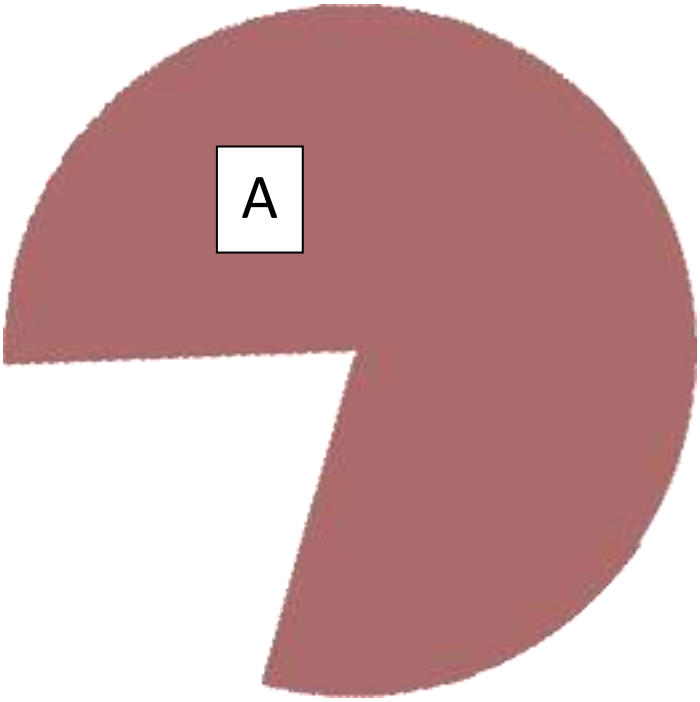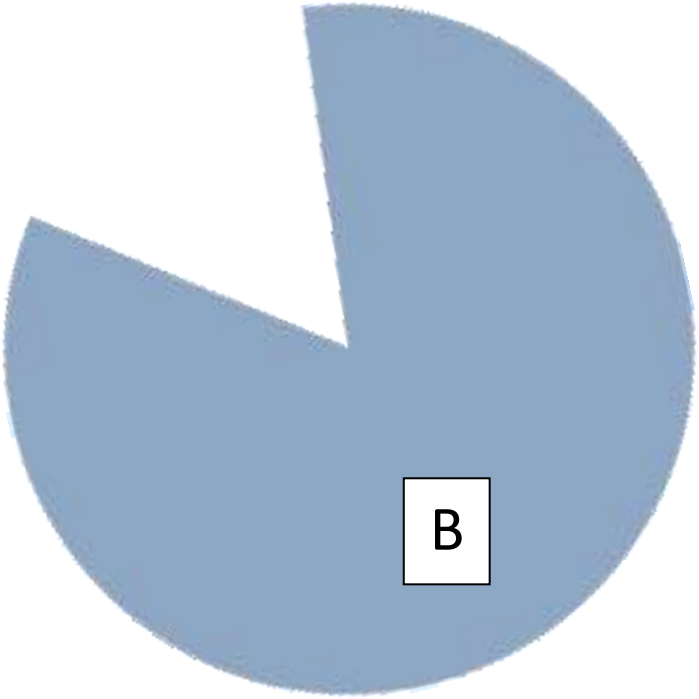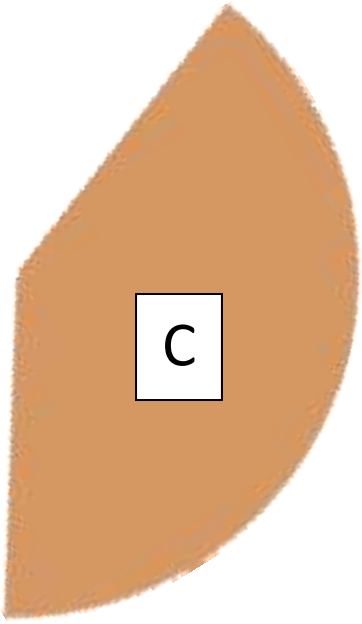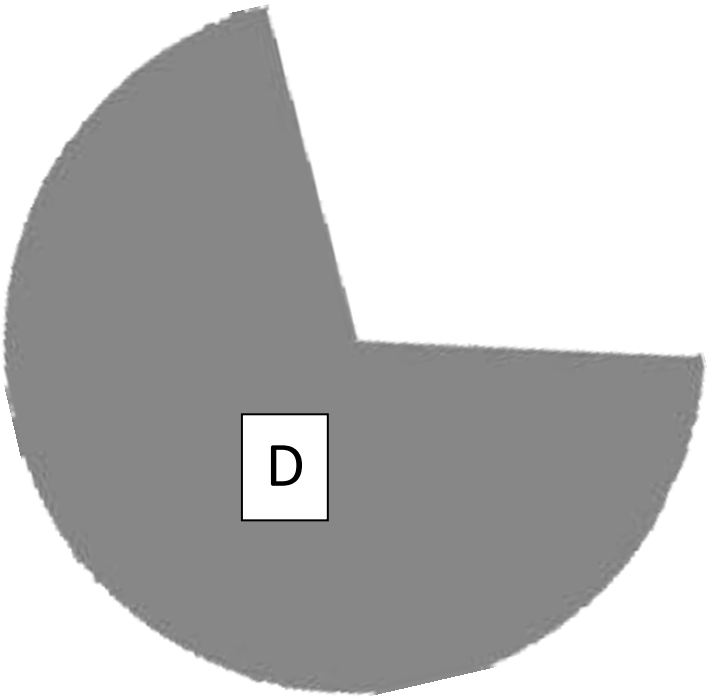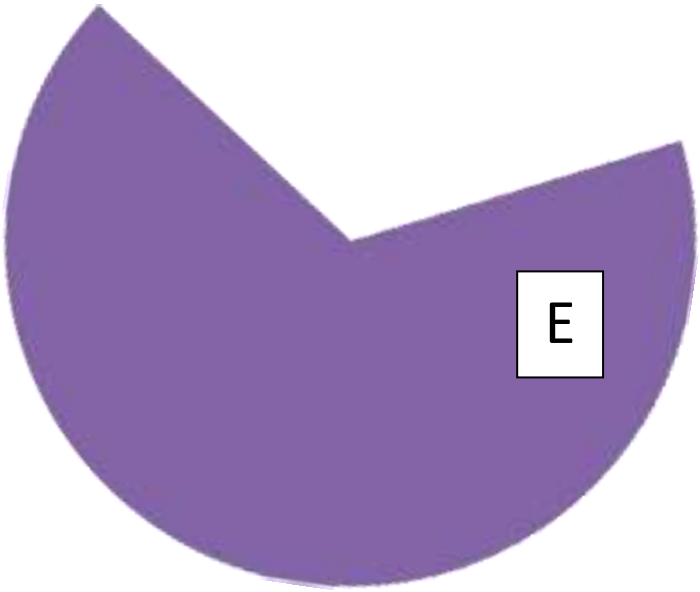Situation 4 – Phase 3