

Mr. Alan Cable  
ACE Production Technologies, Inc.  
3010 N. First Street  
Spokane Valley, WA 99212

January 15, 2008

Dear Alan,

Our best wishes for every success as you begin another year. We thank you and your Team as we look forward to our increased output and lower production costs as we continue to migrate more and more assemblies away from our wave solder process and onto our selective solder process using our ACE-104 System.

Our Selective Solder System has taken on more of a key role in our production process these past 6 months and according to my production supervisor, we've not used our wave system since October 31<sup>st</sup>, 2007. We do keep tallies of our electric usage within the plant and I've found my average savings per month for these past 6 months in just electricity usage alone has been just over \$600.00 per month.

Additional savings for our company will become more evident in our raw production time saved. Once we have complete records of the jobs that have migrated from wave to selective soldering, we'll be able to compare the "waved" time per circuit against the "selective solder" time per circuit and I'm confident the times will be in favor of the "selective solder" process. The ACE System has dramatically reduced the need for touch-up after soldering, eliminated the need for masking and has eliminated the cost for tape and the labor to apply and remove the tape once the circuits had been waved and washed. These savings are REAL.

The time to transition between RoHS and non-RoHS assemblies is negligible. The process is well documented and the different chemistry pot and solder tips are clearly marked. Our operators can schedule the transition around their break or lunch times and the alternate chemistry pot and nozzles can be up and running in well under 1 hour.

The most impressive feature of the ACE System is the quality of the work done. Our system has been installed for less than 1 year but in that time, our operators have learned to fine tune the amount of flux applied, adjust motor speed to maximize throughput, control solder tip dwell time and program the correct angle of separation to perform an almost flawless solder application. We continue to improve as we learn more and more about the machine.

As we begin another production year, we look forward to increasing our business and as we do, we'll continue to depend even more on our ACE-104 System. Thank you and your Team for your help and support and we wish you the best for 2008.

Regards,

John J. Hughes III, President  
Argo Transdata Corporation