

NEDSCHROEF

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September 28, 2007

Dr. V.H. Cholera
Lotus Chemicals Co., Inc.
P.O. Box 890711
Houston, TX 77289

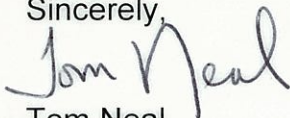
Dear Victor:

The purpose of my letter is to give you an update on the performance of your Lotus Perm-Shine 266 floor coating. As you know, I asked you to apply your product on two test areas in our warehouse to observe how this coating behaved after exposure to countless hours of heavy equipment movement.

After more than six months of heavy duty forklifts riding over it and maneuvering with 1800 pound pallets and 5-10,000 pounds of steel bar, the coating shows no signs of wear. This is an oily and dusty environment but with a quick wipe of the floor with a rag, the shine returns. Just as impressive as the wear properties is that the surface is not slippery, a key point in operating the equipment that we do.

I will continue to provide you with updates, with particular attention to its ability to prevent concrete crack propagation. Let me know if you have any questions and please keep me informed of your commercialization efforts.

Sincerely,



Tom Neal
Operations Manager