

May 16, 2007

RE: Fraudulent Endorsement Letter/American Sunlight Chemicals Co., Ltd. dated January 20, 2006

Dear Valued Customer:

Recently, it came to our attention that a forged letter is being circulated, primarily in Asia, claiming false details of Hydranautics' support and endorsement of "recently improved Sunlight RO membrane pretreatment chemicals." This letter is a blatant fabrication on every point:

- Hydranautics does not endorse any chemicals from specific companies
- Hydranautics has never been solicited to test a sample product called Sunlight pH series antiscalants.
- Hydranautics has never employed a "Charles Bedford", the signatory on the letter.
- The return address on the letter is that of a former Hydranautics employee's home office, not our corporate headquarters as claimed.

Should you be presented with this letter, please disregard in its entirety; again, the letter is a forgery and presents no valid claims or information.

If you require further information regarding chemical pretreatment for Hydranautics' reverse osmosis membrane elements, please refer to Hydranautics Technical Application Bulletin 111 (available on [www.membranes.com](http://www.membranes.com)). TAB 111 offers detailed information on chemical pretreatment for RO and NF membranes, including antiscalants and dispersants. You can also contact our experienced support professionals at 760.901.2500 or inquire via e-mail at [info@hydranautics.com](mailto:info@hydranautics.com). It will be our pleasure to assist you.

Sincerely,



Serenity R. Gardner  
Global Manager - Marketing Communications