

Emhart Teknologies
50 Shelton Technology Center
Shelton, CT 06484
Tel (203) 944-1758

Fax (203) 925-4468
paul.morris@bdk.com
www.emhart.com

Paul Morris
Product Manager
Heli-Coil®

January 1, 2006

Re: DFARS Compliance of Heli-Coil® Products

Dear Emhart Distributors:

As of January 1, 2006, all Heli-Coil thread inserts manufactured by Emhart comply with section 252.225-7014 (Preference for Domestic Specialty Metals) of the Defense Federal Acquisition Regulation Supplement ("DFARS"), while all Heli-Coil kits and hand tools with a National Stock Number comply with DFARS 252.225-7014 and 252.225 -7015 (Restriction on Acquisition of Hand or Measuring Tools).

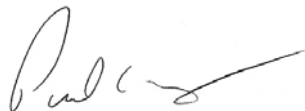
DFARS 252.225-7014 requires specialty metals incorporated into items sold to the Department of Defense to be melted in the United States. The clause, however, does not apply to specialty metals melted in a qualifying country or incorporated in an article manufactured in a qualifying country. The qualifying countries are Australia, Belgium, Canada, Denmark, Egypt, Federal Republic of Germany, France, Greece, Israel, Italy, Luxembourg, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, Turkey and the United Kingdom. DFARS 252.225-7015 further requires all hand and measuring tools sold to the DoD to be produced in the United States.

All Heli-Coil kits and their component hand tools sold to the DoD and all Heli-Coil inserts are manufactured in the United States. The wire incorporated into Heli-Coil inserts is produced from rod that is melted in the United States and qualifying countries, including the United Kingdom, France, Italy and Sweden.

Emhart now attests to DFARS compliance in all certificates of compliance remitted with Heli-Coil kits/tools with an NSN and all Heli-Coil inserts.

If you have any questions or would like further information, please contact me directly at (203) 944-1758 or by email at Paul.Morris@bdk.com.

Sincerely,



Paul Morris
Product Manager, Heli-Coil®
Emhart® Teknologies