



May 15, 2006

Re: End of Life Notification for Plasmon's D-Series DVD Libraries

Dear Valued Customer,

Plasmon LMS, Inc. plans to discontinue production of the current D-Series DVD Libraries effective June 30, 2006. This end of life notification includes all D-Series models D120, D240, D480, D875, D1525 and the D2175.

If you anticipate further requirements for D-Series DVD Libraries or related product accessories, Plasmon will be accepting non-cancelable purchase orders through June 30, 2006, with final deliveries anticipated by July 31, 2006.

Plasmon will endeavor to support the discontinued D-Series DVD Libraries and media through July 31, 2011. If repair parts become unavailable during the support period, Plasmon may offer repair service, remanufactured products or library upgrade opportunities.

We are pleased to offer a successor product line to the D-Series DVD Libraries – the Plasmon G-Series. Plasmon's G-Series UDO® optical libraries are the market leading solution for professional archival storage because they provide high capacity, unmatched scalability and excellent reliability – at a very low Total Cost of Ownership. The G-Series product line offers a wide range of capacities with its Entry Level, Midrange and Enterprise Libraries, and all G-Series Libraries support both the 30 GB UDO and 9.1 GB Magneto Optical storage technologies.

Plasmon's UDO Archive Appliance is also an option to consider. The UDO Archive Appliance is designed specifically for accessibility, longevity and authenticity of high volume data such as email and unstructured data that includes word documents, document images, customer records, audio and video files, financial information and engineering documentation. The UDO Archive Appliance is a fully integrated archival storage solution for long-term storage retention. The UDO Archive Appliance combines the longevity and authenticity of UDO, the ease of use of NAS and the performance of RAID in a single product that meets corporate policies and government regulations for data archives.

Currently Plasmon is offering an upgrade program, for a limited time, that will enable you to save up to \$15,000! Please contact your Plasmon sales representative for additional information.

Thank you for your support of Plasmon's products. We appreciate your business and are looking forward to continuing our partnership. Plasmon regrets any inconvenience this product transition may cause; however, we are confident that you will appreciate the added performance and flexibility offered by our new G-Series libraries. Please contact your Plasmon sales representative regarding any questions you may have on this product transition or with respect to placing your final orders.

Sincerely,

A handwritten signature in blue ink that reads "Mary Hennecken".

Mary Hennecken
Contracts Manager

PLASMON LMS, INC.