

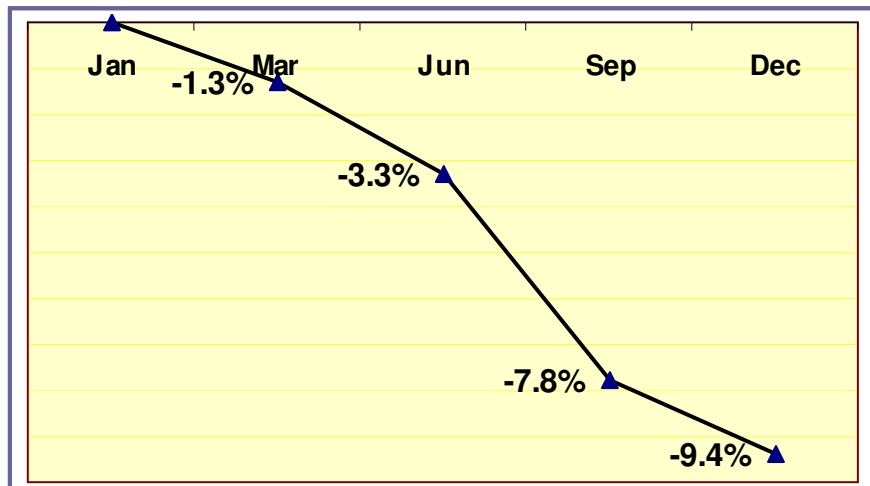
DYNACON INC

1348 Keezletown Road
P.O. Box 205
Weyers Cave, VA 24486
(540) 234-9000 / (540) 234-9061 Fax
www.dynacononline.com

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CURRENCY EXCHANGE SURCHARGE ON FREEZESTAT PRODUCT LINE EFFECTIVE JANUARY 1, 2008

Throughout 2007, the U. S. dollar has continued to trend downwards in value compared to currencies of other countries, with the most dramatic losses occurring against the euro. Since January 1st, the value of the dollar has fallen by more than 9% compared to the euro.



VALUE OF U.S. DOLLAR VERSUS THE EURO IN 2007

The purchase costs of products imported from Europe have increased by comparable amounts because more dollars are now required to pay for the same product at the higher euro value. In addition to the 9%+ increase in purchase costs, the stronger euro coupled with rising oil prices have added another 4% to freight costs for transporting material to the U. S.

The FS-30, FS-33, FS-50 and FS-53 freezestats are proprietary products manufactured for Dynacon by a subsidiary of Emerson Electric in Germany. To offset increased costs resulting from the decline in the dollar's value, a CURRENCY EXCHANGE SURCHARGE OF 8% will be added to all freezestats purchased or shipped after January 1, 2008.

We apologize for the necessity of imposing this surcharge. Hopefully, the volatility in currency exchange rates will swing back in favor of the dollar in 2008, and we will be able to reduce or discontinue the surcharge at that time.