

January, 2006

ANOTHER FIRST FROM LELAND INDUSTRIES INC.

Beginning in March 2002, the United Nations Food and Agricultural Organization (FAO) adopted ISPM 15 import regulations to prevent the spread of wood pests.

In recent years, Canada and the United States have been plagued by an Asian Longhorn Beetle infestation. This has resulted in thousands of mature trees being destroyed to prevent a future spread of the infestation. The Asian Beetle is believed to have been introduced to Canada and the United States in packing crates and pallets originating in the Orient.

Those countries following ISPM 15 regulations, (not mandatory in all countries), will require pallet and packing manufacturers to adopt wood molded from dried wood fiber and fumigated at high temperature. Alternatively, fumigation, using Methyl Bromide to a desired temperature and dosage is required.

Wood molded from dried wood fiber, commonly known as particle board, in company with plywood or strand board, will become the prescribed materials for pallet and packing manufacture.

Leland Industries Inc., a responsible Canadian fastener manufacturer, shipping internationally, announces that although it is not mandatory at this time, we will use only pallets and packing produced or repaired to ISPM 15 standards and marked accordingly. Raw timber pallets will no longer be acceptable for Leland's shipments beyond February 1st, 2006.

To you, our valued customers, this means that products received from any Leland facility will be acceptable for shipment into European Union countries. Applying the ISPM 15 trademark to Leland's packing and pallets will guarantee the speedy throughput of our fastener shipments, whether originating from our factory or your facility.

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