



Press Release

August 1, 2006

Hangerlogic Inc. (formerly Batts Canada) is excited to share some noteworthy trade news with our valued customers.

Since its inception in 1977, along with our partners Batts Inc., Batts Canada has continued to lead the industry in bringing its customers innovative solutions to all their hanging needs. In 1999, when Batts Inc., was sold to A&E Products, Batts Canada continued to operate its business in partnership with A&E. Recently, A&E was acquired by another hanger company, with whom Batts Canada has chosen not to continue in a new partnership. We have taken the opportunity to purchase our former partner's shares in Batts Canada. This move will enable us to better position our products and services to meet the future needs of Batts Canada's customers as we continue forward in business as **Hangerlogic Inc.**

Hangerlogic Inc. has manufacturing and distribution in Canada, U.S.A., Hong Kong, China and India. We are also excited about the creation of our new design center in Hong Kong. As the needs of our customers grow, we will continue to expand our capacity and services to other locations around the world as **Hangerlogic Inc.**

We know this would not have been possible were it not for the loyalty and commitment that we share with many our valued customers. We look forward to continuing in our commitment to being innovative and bringing cost effective solutions to our customers under our new name **Hangerlogic Inc.**

If you have any questions or would like more information, please feel free to call me at 514.363.0210 ext. 238 or email us at info@hangerlogic.com

Sincerely

A handwritten signature in black ink that reads "R. Kevin Atkinson".

R. Kevin Atkinson

President

Hangerlogic Inc.

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