

ROBB EVANS & ASSOCIATES LLC
Receiver of Progress Machine & Tool Corp.
11450 Sheldon Street
Sun Valley, California 91352-1121
Facsimile No.: (818) 768-8802

January 15, 2010

RE: Pacific Mercantile Bank v. Progress Machine & Tool Corp (Case No. BC 417467)

To Progress Machine and Tool Customers:

Please do not place any orders online since Progress Tool is closed. Your orders will not be processed.

Robb Evans & Associates LLC has been appointed as the Receiver over Progress Machine & Tool Corp. (Progress Tool) since August 7, 2009. To obtain a copy of the court order, please contact us or visit our website at:

<http://www.robbevans.com/html/progress.html>

By order of Court Appointed Receiver, all inventory and equipment of Progress Tool to be sold at

ONLINE PUBLIC AUCTION

Auction Date: February 10
Onsite Preview: February 9
in Los Angeles

For more information, terms of sale and links to online bidding catalog, go to:

<http://www.remarketingassociates.com/rema/Progress.html>

The link to the bidding site is:

<http://www.tasbid.com/cgi-bin/mndetails.cgi?tasbid4>

Should you have any questions, please send a fax to (818) 768-8802 or email to progress@robbevans.com. Thank you in advance for your cooperation.

Very truly yours,
Robb Evans & Associates LLC