

June 8, 2006

HM Electronics, Inc. (HME) RoHS Compliance (2002/95/EC) Statement

In February 2003, the European Union (EU) issued Directive 2002/95/EC on the Restriction of the Use of Certain Hazardous Substances (RoHS) in Electrical and Electronic Equipment (EEE). The RoHS directive will be implemented in the EU as of July 1, 2006. Based on this directive, electrical and electronic equipment manufacturers must eliminate the use of lead, mercury, cadmium, hexavalent chromium, polybrominated biphenyls (PBB) and polybrominated diphenyl ethers (PBDE) in products sold in the EU.

As part of its commitment to its international customers and the global concerns over human health and environmental risks associated with the substances covered by the RoHS Directive, HME is collaborating with our suppliers to comply with the European Union Restriction of the Use of Certain Hazardous Substances (RoHS) in Electrical and Electronic Equipment Directive (2002/95/EC), taking effect July 1, 2006. The RoHS Directive prohibits the sale of electronic equipment containing certain hazardous substances such as lead, cadmium, mercury, hexavalent chromium, polybrominated biphenyls (PBB) and polybrominated diphenyl ethers (PBDE) in the European Union.

Since 2003, HME has had a strategic team and program in place focused on ensuring that our products satisfy the RoHS Directive with respect to the various categories of electronic products. Almost all of HME's products are affected by the RoHS Directive, primarily through the substitution of lead-based solders and finishes. HME established a lead-free qualification process to help ensure that products meet stringent reliability and quality requirements. As of July 1, 2006, all products that HME sells to the EU will be RoHS compliant.

[SCH2]

In addition, all future products will be designed and launched to be RoHS-compliant. All HME products that are RoHS-compliant have different part numbers from those previously sold prior to the EU RoHS Directive.

If you have further questions in regards to this matter, please call your sales representative at (858) 535-6060 or logon www.hme.com.