

Cortec Corporation
March 19, 2008

On Tuesday morning, March 18, an explosion and fire occurred at our Spray Technologies facility in Spooner, Wisconsin. Two employees were injured and were transported to separate medical facilities. Residents and businesses in the surrounding area were evacuated for a short time as a precaution.

As we work with authorities to identify the cause of this unfortunate incident, our primary concern is for the well-being of employees and their families. We are working with them to provide whatever assistance is necessary.

We also wish to thank the local emergency authorities in the Spooner area for their support during this difficult time. We truly appreciate their fast response and professionalism.

In addition, we are making adjustments to our supply chain to accommodate the needs of our customers, and will provide necessary details as appropriate.

A fund for the injured employees, Aaron Merchant and Corey Labonte, has been established at Indianhead Credit Union (P.O. Box 100, Spooner, WI, 54801). For more information about the fund, contact Shannon at 651-429-1100 ext. 128.

Further information will be provided as it becomes available.