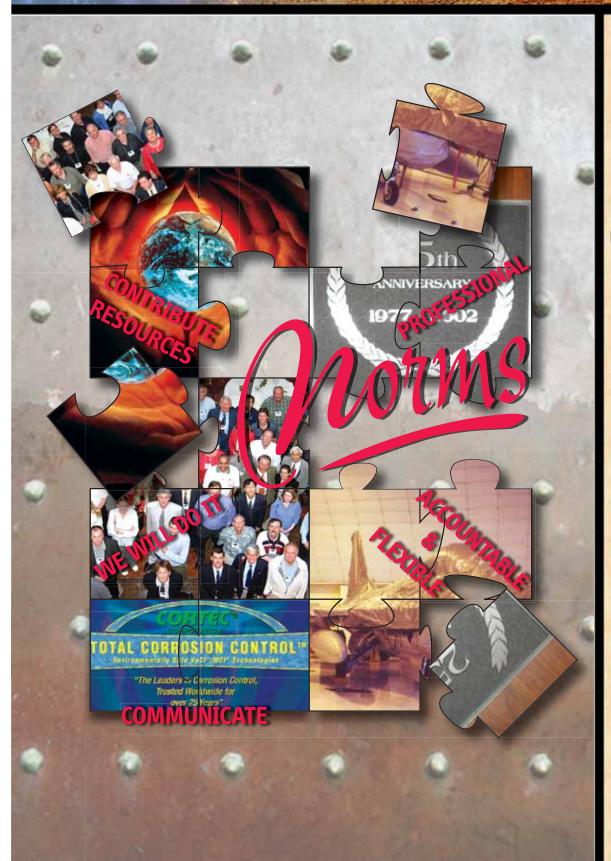
CORTEC Vision



World Sales Meeting
Cortec's Record Sales
New Plant Opens
Employee of the Year
Awards

New Product Releases

In This Issue...

2005 In Reveiw

World Sales Meeting...

pg 4

Cortec® Record Sales! pg 1

What's New In...

pg 5

White Bear Lake Eau Claire

Spooner

Cambridge

New Products & Current Events

Plant Opens in Croatia pg 6

New Cortec® Products pg 2 & 10

Cortec® News Alerts pg 7

Case History Abstracts pg 7

Announcements

Employee of the Year Awards pg 3

New Employees side panels

Upcoming Trade Shows

NACE March 12 - 16, 2006 San Diego, CA

USAF Corrosion Summit March 13 - 17, 2006 Macon, GA

National Manufacturing Week March 21 - 23, 2006 Chicago, IL

'DID WE RENAISSANCE YOUR WORLD IN 2005'!

Cortec's World Sales Meeting 2005 was an inspiring success! Held in June, in St. Paul, MN. The festivities and Rusty Awards were at the historic St. Paul Hotel. Later, seminars were held at Cortec® headquarters with tours of Advanced Films Division, Spray Technologies Division, Coated Products Division. Many participated in a game of golf and experienced a cruise of the beautiful St Croix river bordering Minnesota and Wisconsin on a three story Paddlewheel boat.

This years theme was 'Renaissance Your World'. The Renaissance was a period of intellectual and ideological change, a period of rebirth and achievement. We are now living in a new era. Our customers want intelligent solutions and long term savings, so corrosion no longer has a strangle hold on their business. Cortec® Corporation hopes you had fun and were

enlightened to go forward in manifesting great achievements. We wish you great success

— until we meet again...our next World Sales meeting is tentatively planned for June of 2007! See you here!

CORTEC® RECORD SALES

Cortec[®] reports record-setting sales — again!

Sales of Cortec's VpCl™ products have exceeded the 20% growth goal by a considerable margin, in the highly competitive market of corrosion control. Cortec® has held to its original strategy of outperforming and out-servicing the competition by investing in research and development, and personnel and global expansion.

Even the recent increase in oil prices did not slow down Cortec's record-setting strategy.

CORTEC AWARD

BREAKING NEWS!



2005 Specialty Plastic Films Technology Innovation of the Year Award Recipient: Cortec[®] Corporation

The Frost & Sullivan 2005
Technology Innovation of the
Year Award recognizes Cortec's
development of an innovative,
environmentally friendly, corrosion inhibiting, biodegradable
packaging film that is designed
to protect sensitive instruments,
controls and electronic systems
from corrosion and electrostatic
discharge (ESD).

Did you Know!?!

We can make the environment and our pocket en by thousands

books green by thousands of dollars! With one small change... just by separating our solvent materials from our hazardous materials! At headquarters, in the warehouse, there is a NEW yellow funnel for non-hazardous solvent waste. Think green !\$!

NOTE: Continue using both the old yellow funnel for non-hazardous water soluable waste & the red funnel for hazardous.

NEW CORTEC® PRODUCTS COMBINES SCALE & CORROSION CONTROL FOR COOLING TOWERS AND SYSTEMS

S-14 Bio



Utilizing Cortec® Advanced Green Technology, S-14 Bio offers a new bio formulation for scale and corrosion control in cooling towers and other open-loop, recirculating cooling systems. The product is comprised of non-toxic and readily biodegradable ingredients. The main components in S-14 Bio is a low molecular weight natural polymer (protein portion of the soybean). All other components are GRAS (Generally Recognized as Safe) substances and food approved preservatives. The readily biodegradable formulation is effective in a variety of open and closed systems at low dosages.

S-14 Bio provides powerful scale inhibition and excellent multimetal corrosion protection. In contrast to conventionally used antiscalant products that offer no, or limited multi-metal corrosion protection, S-14 Bio protects carbon steel, galvanized steel, aluminum, copper, and other nonferrous metals.

Corrosion tests were run in comparison with typical antiscalants such as phosphonates, polyacrylates, and polyaspartic acid. The half immersion test was used on carbon steel, aluminum, galvanized steel and copper. It evaluated the corrosion protection offered in the liquid phase, vapor phase and water-air interface of a cooling system. It was found that typical antiscalants

provide limited degrees of cor-

rosion protection while S-14 Bio showed excellent protection for all metals mentioned above.

Without offering true multi metal protection, the conventional antiscalants require supplemental corrosion inhibitors to protect a cooling system. Supplemental inhibitors can introduce both compatibility concerns and changes to the safety and biodegradability characteristics of a treatment formulation. S-14 Bio is specially designed for compatibility with commonly used water treatment programs. It provides a strong building block in cooling water treatment systems for incorporating antiscalants that offer biodegradable properties and excellent multi-metal corrosion protection.

NEW SHRINK FILMS DEVELOPED:

EcoShrink™ Film

A new product in the Cortec® Corporation line of products is EcoShrink™ Film. EcoShrink™ film is a 100% compostable/biodegradable film, with the added advantage of being a shrink film. EcoShrink™ film can now be used as skin film providing a tight fit with a semi-transparent appearance and at the same time become space saving, unlike bulky plastic bags. Simply wrap your item in EcoShrink™ film and apply heat.

EcoShrink™ film is a product based on EcoFilm™, and is a Din Certco and BPI (Biodegradable Product Institute) certified 100% biodegradable/compostable film, designed to replace non-degradable, starch, and polyethylene-based films. Unlike standard starch based technology, EcoShrink™ is heat and water stable and does not disintegrate or break apart while in use. The next step in this development process will be EcoCorr™ Shrink film. Read about this in the next newsletter.

VpCI-125® ESD Shrink Film

Cortec® VpCI-125 ESD Shrink film and bags are unique in their ability to serve in three ways: prevent corrosion, ESD damage, and form a transparent skin-tight covering around your object. This film combines the latest plastic technology with the most effective corrosion protection for multi metals and strong static dissipative properties. Cortec® VpCI-125 ESD Shrink films and bags replace conventional rust preventatives such as oils and desiccants. You save even more because Cortec® VpCI™ packaging eliminates all the degreasing or coating removal required in the past. Your product can now be used immediately.

VpCI-125 ESD Shrink film and bags effectively protect components from electrostatic discharge. VpCI-125 meets Type II requirements under MIL-PRF-81705D (Static Dissipative Packaging Materials). The static dissipative properties of VpCI-125 Shrink film are humidity independent; its unique composition does not require the presence of moisture to function.

VpCI-125 Shrink film doesn't contain free amines, phosphates, silicones, and other harmful materials. In addition this film has excellent shrink values, it shrinks in machine directions about 65% and in cross directions - 22%.

VpCI-125 ESD Shrink film is recommended for packaging of static-sensitive and nonstatic sensitive components where triboelectric charge generation and corrosion are concerns. is recommended for packaging of integrated circuits, printed circuit boards, PCB components, telecommunications equipment, electronic and electrical panels, and enclosures. Also for many other applications.

EMPLOYEE OF THE YEAR **AWARDS 05**

WHITE BEAR LAKE

Most Valuable **Employees**

-Cliff Cracauer -Vanessa Schultz

CAMBRIDGE

Most Valuable **Employee**

-Keith Hirsh

EAU CLAIRE

Most Valuable **Employee**

-John Clark

SPOONER

Most Valuable **Employee**

-Doug Lester

PERFECT ATTENDANCE

- -Cliff Cracauer
- -Christie Sullivan
- -Christophe Chandler
- -Kelvin Betz
- -Dan Tarble
- -Richard Lunde -Keith Hirsch
- -Dennis Lackey
- -Stan Genke
- -Michael Galatowitsch
- -Russell Rippon

5 YEAR AWARD

- -Cliff Cracauer
- -Sandy Renner
- -Tessa Babcock
- -Jessi Meyer

10 YEAR AWARD

- -Christie Sullivan
- -Gretchen Anderson -Randy Reynolds
- **15 YEAR AWARD**

-Christophe Chandler

20 YEAR AWARD

-Debra Black

Most Valuable Employees 2005

HAPPY AWARD WINNERS!



Cliff Cracauer — Technical Sales Manager



Vanessa Thompson-Customer Service Supervisor



Doug Lester -Production



Keith Hirsch — Production



John Clark -Production



Christophe Chandler -General Manager



Debra Black -Converting Manager / Safety

We mingled, sang, bowled and danced the night away!

AND IT WAS NICE TO MEET YOU...















March. In the second photo, bottom row, we have Cliff Cracauer's wife Heather in red Heather, did you call Anna and Boris so your wardrobe would match? There's Jen again, Bob Boyle's photogenic sweetie. Kären, Anna's assistant snapped all these great photos-good job Kären! The last photo we have is Anna line-dancing with some of Cortec's finest. See you next year!

Was that Patsy Cline and George Straight singing those country songs in tune?!? WOW!!! And did you meet Dario's lovely wife Paola, she is standing next to Dario in the third photo in the middle above. Did you know Paola swam at Square Lake this past October? She must be crazy about swimming. Next to Paola is Bob Boyle's Fiance Jen. Boris's tie matches Anna's red dress! The top photo to the far right is of Anna with Gilli, Marketings Graphic Design Intern wizard from Italy. He'll be with us until

2005cortec's 19TH ANNUAL WORLD SALES MEETING



Hear Ye!!! Hear Ye!!! Hear Ye!!!

This year's theme centered around the Renaissance, a rebirth and reinvention of new and old. It gave a chance for Cortec's staff to meet face to face with Distributors and Representatives to talk, exchange ideas, and of course have plenty of fun. Cortec's goal is to develop new and successful strategies and come up with fresh ideas to create a stronger future for both Cortec® and its partners.

Held at the historic St. Paul Hotel, the meeting began with King Boris' state of the company address and was followed up by introductions of world famous technical, sales and customer service staff. Over 23 countries were represented. The grand finale of the morning was the annual Rusty Awards. After the conclusion of the General Session, the group made way to Cortec® Headquarters in St. Paul for a tour and some educational seminars. The evening ended with a welcome reception where everyone had a chance to relax and have some fun. Training and educational sessions continued on Friday. A scenic riverboat ride that evening ended the meeting with a bang! Attendees also enjoyed golf and a shopping trip to the Mall of America.

The next World Sales Meeting will take place in 2007, the Asia and European Meeting will be held in the fall of 2006. All Distributors and Representative will be welcome to the regional meeting as well.

Check back to our web site for updates on upcoming meetings!

4119 White Bear Parkway•St.Paul, MN 55110 USA Phone (651) 429-1100• (800) -CORTEC • Fax (651) 429-1122 E-mail: info@cortecvci.com • Internet http://www.cortecvci.com

NEW EMPLOYEES

Headquarters

Andrea Hansen Technical Service Engineer



Gergana Kambitova-Tran Marketing Coordinator



Brian Benduha Lab Technician



Gilberto (Gilli)
Dozio Graphic
Designer



Dennis SarraccoProduction

WHAT'S NEW IN PRODUCTION

There have been many changes taking place throughout production. Cortec® has added new equipment in many areas which has greatly reduced outsourcing of materials. It will save both time and money in processing and testing of batches.

For example, now that die cutting is being performed in-house, we have been able to maintain production of most foam pads without having to outsource them. A new pouch filling machine has been installed for the production of CorPak 1 MUL pouches, which keeps 1,500 pieces per hour in house.

With the newly installed V-blender, Cortec® will be able to produce three times the amount of batches produced previously.

The new color matching machine is producing several colors. Our goal is to produce large quanities of the VpCI-386 coatings color line. A 10,000 gallon tank for mixing this line has been ordered.

What's New: Cortec White Bear Lake, St Paul, MN

IN THE LAB
Cortec's Paint Store
Color Matching Equipment

Our latest addition is color matching and dispersing equipment that allows us tremendous flexibility with our water-based coating line. Primarily intended for color matching of VpCI-386, the new equipment allows us to match colors using color chips from our customers, or RAL numbers from their current coatings. Installed earlier this summer, it has allowed us to provide samples and orders in a much more efficient manner. Custom colors for VpCI-386 are available in 1 gallon, 5 gallon, and 55 gallon containers. Contact Vanessa Schultz or Cliff Cracauer for pricing information.

Cortec New Employees:

Jim Holden: Technical Sales Manager Rob Brown: Regional Sales Manger

What's New: Cortec Spray
Technologies, Spooner, WI
Equipment update...
A new 15 hp Air Compressor and an Air

Line Dryer have been recently installed, in addition to a new Extension Tube Taper installed mid January. The Liquid Fill Line was sent out and rebuilt...good as new again.



A new private label is in the works. The label is a spin-off from Cortec® products Tool Wipes and Corwipe 500. The customer's new label name:

Bulldog Fog Swipes. Also we will be producing a new Rust Blocker Lubricant product for the Bull Frog line.

On a more personnal note: J.R. (Paul Dolan IV) and Jess will be having a baby in March. Erin and Doug Lester are going to be having their first child in June. A warm Congratulations...from all of us!

CST New Employees:

Paul Dolan IV: Production

CAFD New Employees:

Joe Baumgartner, Tyler Stalsberg, Tayler Gaslin, James Thompson, Joshua Fritz, Daniel Corbett, Joshua Gilpin, Phillip Watson, Benjamin Buchan, Alex Bujak: Production

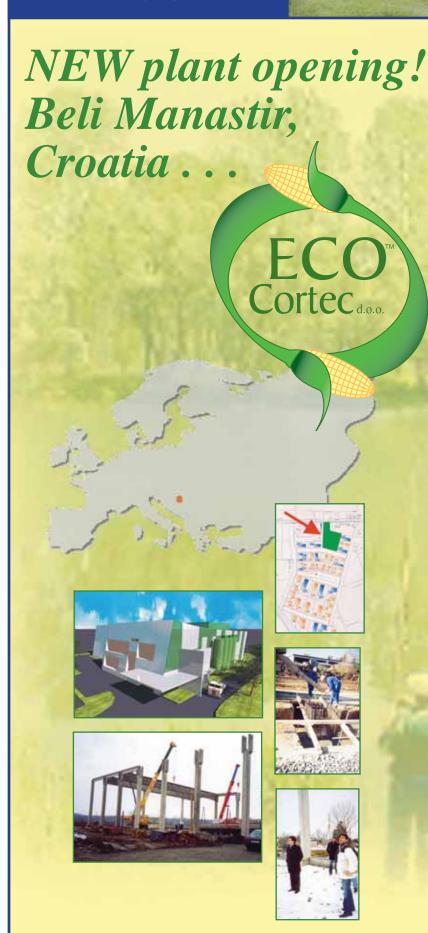
What's New: Cortec Coated Products Division; Eau Claire, WI

Eau Claire received their new in-line printer, which will be installed by early to mid March and allow DPD to print in-house material up to 83" wide. Production is currently up to 24 hours/5 days a week on coater & calender lines and working towards 24 hours/7 days a week. Cameron slitter line is running 24/7. This is due to continued sales increase's.

CCCP New Employees

Larry Woodford, Chris Potter, Patty Blaha, Jeff Dahlgren: Production

WELCOME



This future plants location on 10,000 square meters (107,639 square ft) in a business, custom free zone, places this facility in a great geo-strategic position. Situated in Central Eastern Europe our plant can be reached by car, railway, water, and by air. Combining closeness to neighboring European countries and a highly developed infrastructure.

The possibilities of using the custom free zone will prove very profitable to end users.

For all equipment and goods stored in the zone, there will be no customs duties or taxes paid, nor will any other economic measures be applied. Further advantages of this region are lower labor costs, (40% less than country average) this being the main goal of Croatia's government. They aim to attract foreign and domestic investors to create more job opportunities for people in the region.

The beginning phase of the production is expected to begin by May of 2006. The EcoCortec biodegradable film plant will employ 45 workers including: engineers, technicians, laboratory and transport employees. With a size of 1,700 sq.m. (17,000 sq.ft.) 4 silos, and a production capacity of 5,000 tons (10 million lbs) of blown films to be distributed throughout Europe, supply and logistics make this an extremely attractive opportunity to cover all of Europe with high quality Biofilms.

The EcoCortec plant will manufacture biodegradable films and bags according to customer specifications, offering a completely biodegradable alternative to polyethylene films and bags.

Installed blown film extrusion lines will be one of the best and most highly developed in Europe. The new facility will be fully integrated with new equipment having a high margin of ecological protection and better energy utilization.

With the industry's highest level of research and development, Cortec's investment underlines our basic business strategy of commitment, by exceeding the standards of quality and effectiveness. Cortec's goal will always be to research, develop and produce products that will help our customers increase profits, improve product quality and reduce waste and pollution.

NEW EMPLOYEES

Headquarters



John Wiermaa Technical Sales Representative



Johnell Green Production



Kären Brasile **Administrative Assistant**



Brenda Lindstrom **Customer Service** Representative



Julie Lauer **Human Resources** Manager

PRESS RELEASES

Cortec[®]News Alert

"BIGGER IS BETTER"

CAFD ANNOUNCES **PRODUCTION** FOR LINE #21

Cortec® Advanced Films Division (CAFD) has just completed some major improvements in 2005. With the recent 17,000 sq. ft (1,700 sq. m) addition, CAFD



now has the space for its largest blown film extruder; "line #21".

Line #21 is ready to extrude your large film sizes!! This line's size capabilities include monolayerfilm 30'+ wide and up to 90" x 90" x 200" gusset bags. Line #21 is able to run up to 1,600 pounds (725 kg) per hour.

This equipment upgrade gives Cortec® the advantage of having one of the largest extrusion lines in the industry. Cortec® is able to rise above the competition and produce VpCI™ film in incredibly large sizes. Line #21 truly makes CAFD an ADVANCED VpCI™ films production facility!

VpCI™-126 MIL gets Mil Spec Approval

Cortec[®] Corporation is pleased to announce that VpCI™-126 MIL has recently been added to the Qualified Products List (QPL) for MIL-PRF-22019D, Type 1. Currently, it is the only product listed on this QPL, and is available as a custom product.

VpCI[™]-126 MIL is a transparent, flexible blue film used for packaging and protecting the most sensitive equipment from corrosion. Formulated with a unique blend of vapor phase corrosion inhibitors, this product can provide unparalleled protection in even the most extreme environments.

The QPL listing is an important step in gaining even wider acceptance for this unique VpCI™ packaging product. For

further information on VpCI[™] 126 MIL, please visit www.cortecvci.com

Cortec[®]News Alert

ATTENTION CORTEC® DISTRIBUTORS AND REPRESENTATIVES!



Cortec® Receives New US Patent on Biodegradable Film & Bag Formulations

Cortec® Corporation is pleased to announce that on January 10th, 2006 the company received United States patent protection on a formulation range of biodegradable film and bag formulations. Cortec® began researching biodegradable film formulations nearly ten years ago and now carries 4 United States patents involving biodegradable film formulations. Cortec[®] has several other related patents pending in the United States, European, and Asian countries.

Unlike many "research-only" companies, the patent issued to Cortec® covers several Cortec®-branded products that are already commercialized and made available through a global network of authorized distributors.

Cortec[®] Corporation has set aggressive



corporate growth goals for the next five years, with a strong focus on bringing innovative, high performance biodegradable films to the marketplace. More information on our fami-

lies of biodegradable films (Eco Film™, Eco Wrap™, Eco Works® and Eco-Corr®) can be found at www.cortecvci.com and www.ecofilm.com. For questions, please contact Bob Boyle at (651) 247-2647 or email bboyle@cortecvci.com.

NEW CORTEC® OFFICE —



Cortec® Corperation has established an office in Largo, Florida in the Young-Rainey STAR Center

www.young-raineystarcenter.org.

The Young-Rainey STAR Center is the nation's only successful conversion of a former DOE nuclear weapons manufac-

EMPLOYEES's

NEWS



Congratulations Tessa! -Darrin and Tessa

Babcock were married on August 13th, 2005. Everyone here at Cortec® wishes them the very



Congratulations Cliff!

-Cliff and Heather Cracauer were married on August 13th, 2005. Everyone here at Cortec[®] wishes them the very best!



on your
engagement
Bob and Jen!
-Bob Boyle and
Jen Severa
became engaged
on February 1st.
Looking forward
to the Wedding!



Congratulating Andrea! — Andrea and Mark Hansen married October 8th. Everyone here at Cortec® wishes them the very best!

turing plant. This 750,000 square foot technology center, owned by Pinellas county, has turned into the focus of science and research advancement on Florida's west coast. The STAR (science, technology and research) Center houses more than 28 varied technology firms including Raytheon, Constellation Technology, Concurrent Technologies, Pace Technology and Forensic Technology. It is located on 96 acres in Pinellas County and has tenant capabilities including:

manufacturing, analytical testing; X-ray, ultrasound and environmental testing; microfabrication; precision machining; microelectronics and hybrid circuiting.

The focus of this new Cortec® office will be to expand VpCI™ use where it will be of the most value to the government and support government contract activities. Brian Manty is the Cortec® representative for this location.

He may be reached at 727- 480-5180 or bamanty@tampabay.rr.com

CASE HISTORY ABSTRACTS

Masonry Screen Wall Restoration (ch271)



MCI was chosen by Soil & Materials Engineers, Inc (SME) based on their past success with the MCI inhibitors performance.

The problem was that the segmental precast concrete wall was undergoing significant damage from corrosion. Embedded reinforcement corroded, causing cracking and spalling throughout.

This screen wall was exposed to continuous moisture and road salts over many winter seasons. The high chloride content in the wall caused significant corrosion damage. Four years (winter cycles)

The solution was to repair the spalled concrete units with Tamms Dural Top Gel, inject cracks with epoxy resin, and apply MCI 2020 to both sides of the wall. It was followed by an application of Tammscoat, a decorative and protective

after repair, evidence of continued corro-

sion damage is difficult to find.

coating.

City of Detroit, Fire Station #6 Concrete Floor Restoration (ch272)

The distributor CCS, Inc. had been working with Desai-Nasr since the early 1990's on MCI use in restoration projects. MCI specifications by Desai Nasr continue because of their past experience with successful use of the materials.

Their challenge was that age & road salts resulted in significant deterioration of the street level supported floor slab used by the station fire trucks.

They solved the problem by removing damaged concrete and corroded reinforcement. The surface was then sandblasted and a conventional concrete mix containing MCI 2000 admixture was placed.

A December 2005 site visit indicated that MCI 2000 is performing as anticipated, with no visible corrosion problems in the new station floor.

VpCI[™]-609 Powder Vapor phase Corrosion Inhibitor Powder (ch273)

Saudi Aramco needed to mothball their oil decks, which were fabricated by J. Ray McDermott. Initially they were purging the entire piping with nitrogen and dry compressed air (instrument air). By doing so they were not able to achieve negative dew point, which was impossible. Cortec® offered VpCITM 609® as an effective product to protect the oil platform, McDermott was convinced about VpCI-609® and decided to use it.

The volume of the entire piping of the deck was calculated. The calculated amount of water was taken and about 1.2 % of VpCI-609® was added. The

NEW EMPLOYEES

Headquarters



Bill Trade Maintenance technician



Barb CurtisCustomer Service



Brian JohnsonGraphic Designer

entire BRRY Deck was filled and left for about 24 hours, the solution was drained and its blind flanged by installing corrosion coupons to assess the corrosion after 6 month to a year.

VpCI-609® provides a perfect solution for hydro testing and preservation. VpCI-609® has HONFC approval that it can be readily discharged in to the sea, low toxicity level, which provides excellent corrosion protection with virtually no environmental impact. VpCI-609® was used for preservation of internal surfaces on pipes and vessels of the BRYY 182/187.

Lapeer County Courthouse Restoration (ch275)

MCI 2021 was applied in two



applications to increase the density of the mortar, while sealing the brick to protect it from further environmental effects.

The restoration included the application of a masonry coating after the repair and sealing of the exterior walls.

The application of MCI 2021 with the coating application has provided an effective method to restore the building to date, based on a January 2006 site visit.

MCI 2021 was specified by THA Architects and Engineers, because of MCI's physical properties that provide protection for the brickwork.

MCI 2020 was the product of choice for the specifying engineer due to the successful application of the MCI products on this structure since 1996, the owner is proceeding with repair of the parking deck ceiling using MCI systems approach in 2006.

Concrete repair work performed in 1996 on structural framing of the parking deck was done in conjunction with an application of MCI 2020. Futher damage and repair to date has been minimized on areas previously protected with MCI 2020, while areas repaired using other products without MCI are displaying corrosion damage.

The challenge of the structure was improper drainage, causing water contaminated with de-icing salts to pond, and leak though cracks which created defective expansion joints. The resulting corrosion caused damage to plaza concrete, structural concrete beams and columns.

The solution was to apply MCI 2020 on all areas where corrosion is anticipated, and install membrane water/proofing on plaza surface.

The surface was then sandblasted and a conventional concrete mix containing MCI 2000 admixture was placed.

A December 2005 site visit indicated that MCI 2000 is performing as anticipated, with no visible corrosion problems in the new station floor.

Washtenaw County Courthouse Parking Deck Restoration (ch277)

Significant damage of the floor slabs due to corrosion of reinforcing steel.

A systems approach to inhibit corrosion with MCI products was used in the repair plan. After

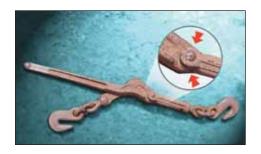
removal of the delaminated concrete surface, MCI 2020 was sprayed on the concrete substrate to migrate to the reinforcing steel, which was still embedded in chloride contaminated concrete. MCI 2000 admixture



was added to the repair concrete mix to provide corrosion protection to the steel mesh in lieu of epoxy coated reinforcing, providing a significant cost savings to the owner. Upon completion of all work the new surface was sprayed with MCI 2021 to seal and densify the surface while also providing additional MCI corrosion inhibiting action. No problems with the placement of the concrete with MCI 2000 occurred during the construction, and a recent site visit in January 2006 indicates no visible sign of concrete problems

NEW CORTEC PRODUCT

Super Penetrant loosens frozen parts from heavy rust VpCI™ Super Penetrant



VpCl™ Super Penetrant offers a deep penetrating formulation that loosens frozen parts from locked in rust. Its deep penetrating capabilities allow the user to go through as much as ½ inch of rust in 30 minutes. The super penetrant can be applied by a variety of convenient methods to meet any application needs including brush, squirt, hand pump spray, aerosol, and spray gun. It is designed to free rusted components such as chains, hinges, linkages, nuts and mechanical assemblies where traditional penetrating oils and solvents are not effective.

As the new VpCl™ Super Penetrant breaks through deep rust, it displaces moisture and water. Its superior surface wetting and moisture displacing properties allow it to spread rapidly and to get underneath the moisture layer normally present on metal under atmospheric conditions. While loosening the rust, it lubricates metal so frozen parts can move freely. Utilizing patented Cortec® VpCl™ Technology, the super penetrant forms an ultra thin film on metal that offers up to 3 months of protection against re-rusting and further corrosive attack.

VpCI[™] Super Penetrant can be used for indoor and outdoor applications. Its superior water displacing characteristics make it an ideal choice for jobsite applications for equipment and components that are exposed to outside weather. The new product conforms to Federal Specifications for VV-P-216 Penetrating Oil For Loosening Frozen Metallic Parts and ASTM D 971 Test for Interfacial Tension of Oil Against Water.



Boris at dinner given by Minister of the Economy of PR of China in the honor of two delegations, California delegation led by governor Schwarzenegger and Minnesota delegation led by governor Pawlenty. Dinner took place at The Great Hall of People on Tiananmen Square.

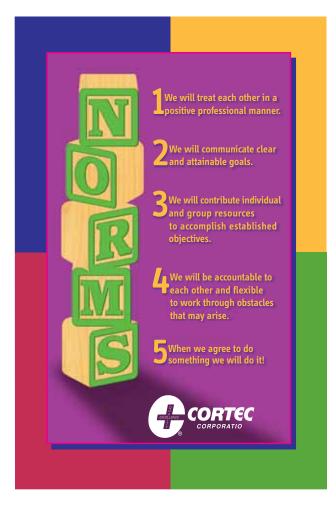


Minnesota delegation businessmen, led by governor Pawlenty visiting Baosteel, the largest steel plant in the world.



Boris during his visit to successfully operating Cortec office in Korea with General Manager, Michael Jang and associates.

Over the last twelve months, Cortec® has been going through many changes....and all for the good! During that time period, we have experienced tremendous sales growth not to mention internal growth as a company. We have made it our goal to create a very open work environment that encourages free thought, open discussion, and total awareness on the part of all employees. At the same time, it has become increasingly important as a company to communicate both internally and externally what our goals are, and how we are going to accomplish these goals.



Internally, we have developed a set of norms that all employees can hold themselves – and their management responsible to follow ... a code to live by. This set of norms was put together by representatives from all areas of the company including production, accounting, customer service, human resources, sales, research and development, and upper management. It was recently presented to all employees, and we would now like to share them with you in the field as well.

These norms have been embraced internally and have helped us all work together as a team at a higher level.

We want to carry our norms to our customers, vendors and contractors. We are committed to that. We have also established some aggressive goals for the years to come. We want to continue to grow as a company, and continue to expand our business in the world of corrosion protection. To do this, we plan to increase our internal resources by purchasing new equipment, updating infrastructure, expanding to new areas of business, and providing additional levels of customer support to help our distribution and external sales representatives. This set of norms has become the driving force behind all of these goals. To get where we are going we will use these norms as a guide, and hold each other accountable to follow them. If we do that we are confident that we will all have a great future.

We look forward to growing as a company with you!



4119 White Bear Parkway, St. Paul, MN 55110 USA 651-429-1100 • fax 651-429-1122 • 800-4-Cortec E-mail: info@cortecvci.com www.cortecvci.com

Cortec® Corporation service marks and trademarks in this publication are registered trademarks of the Cortec® Corporation. All other company trademark and product names are trademarks of the company or manufacturer respectively. For more information about Cortec® and its products please call 1-800-4-Cortec or e-mail to info@CortecVCI.com.

Send your address corrections to: Cortec® Corporation, 4119 White Bear Parkway, St. Paul, MN 55110 USA. Any ideas or need reprints? Fax your requests to: 651-429-1122.

© Copyright 2005 Cortec® Corporation. All rights reserved.





