

February 21, 2007

RE: KSL Distribution Rights

Dear Customers and Prospective Clients,

Mid-State Chemical & Supply Corporation, d/b/a **MS Fluid Technologies**, is pleased to announce a distribution agreement between our company and KSL Industrial Supply, Inc., Burlington, Ontario. Effective immediately, we have selected KSL Industrial Supply, Inc. as our authorized distributor in Canada.

KSL will represent MS Fluid's line of specialty chemicals for use in the metalforming, metalworking, and metal finishing industries. This line is not limited to, but includes MS Fluid's advanced technology forming lubricants known as the Eco Draw[®] line of synthetic lubricants. KSL is led by Dave Dennis, and also includes a staff of knowledgeable account executives and engineers that provide significant experience in production assessments, cost saving initiatives, and product recommendations and use. The KSL staff is trained in the use and technologies of MS Fluid Technologies' products.

Both of our companies share similar philosophies and performance regarding the importance of customer service. We believe this working partnership will provide our customers with the best available team to improve your operations and to initiate cost savings.

Both MS Fluid Technologies and KSL welcome your interest in our product line, and pledge to work hard to provide your company with a competitive advantage.

As a means of furthering our efforts and to better identify our growing global capacities, Mid-State Chemical & Supply also announces that we have changed our company name to MS Fluid Technologies. The company ownership and product formulas remain the same. You will receive a separate announcement detailing our name change.

Both of these restructuring activities initiate changes that are designed to serve you better.

If you have questions, please contact me, or feel free to contact KSL at:

Dave Dennis - President
KSL Industrial Supply, Inc.
1055 Pachino Court
Burlington, Ontario L7L 6B9
Phone- (905) 331-2161

Best Regards,

Paul Bosler

Paul Bosler
Chief Executive Officer