

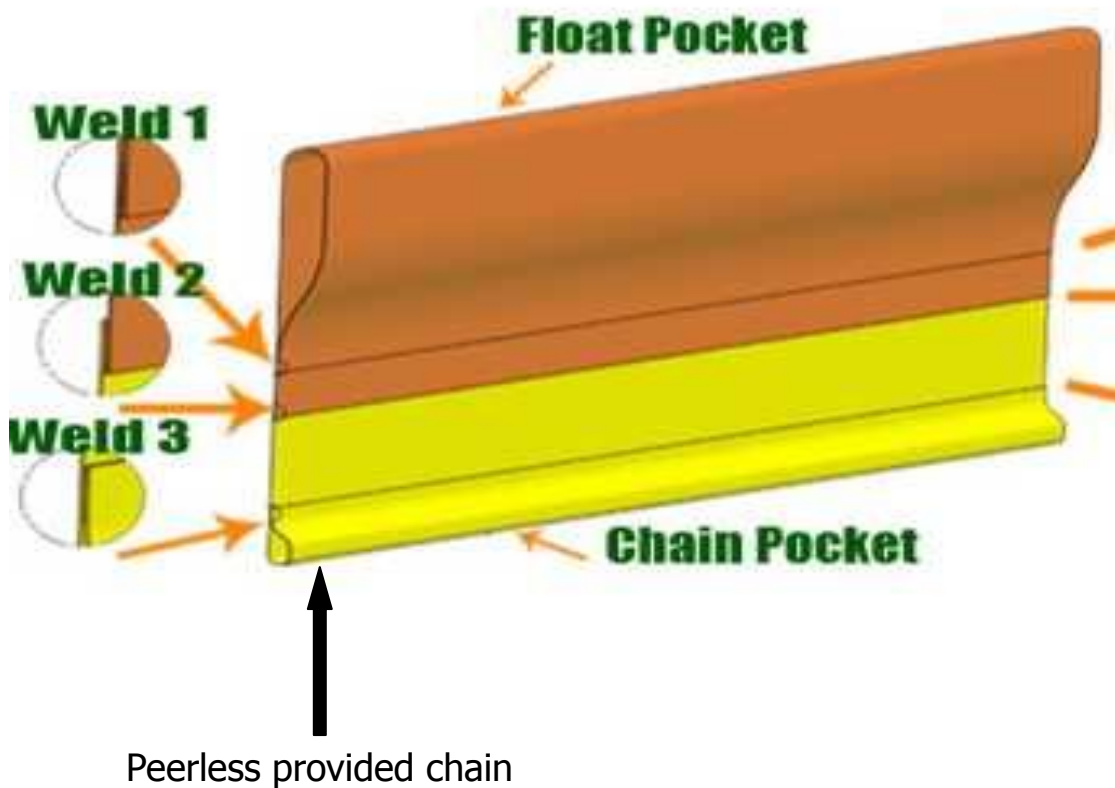
May 13, 2010

To: All Peerless Employees

Our Peerless Chain team has a great opportunity and huge challenge to assist in the clean up of the Gulf oil spill. Our swift action will help reduce the devastating environmental and economical impacts of this accident.

We have been asked to provide over a million feet of chain to be used in the oil booms required for the massive effort to contain and clean up the over 4 million barrels of spilled oil.

Below are pictures of the oil booms in place working to stop the spread of the oil in the Gulf region. The chain we will be providing will be used to hold the booms in place during the clean up operations.





Oil Boom used to protect Louisiana's wetlands is put into place on Lake Machias.



Shrimp boats are used to collect oil using oil booms.



New Harbour Island protected by two oil-booms against the oil slick.

This challenge will require a tremendous effort for each and every member of our company. The challenges of additional work days, overtime hours and weekend production will be necessary to meet the urgent demands for our product. This extra effort will most likely occur during the next 3 to 4 weeks.

We can be proud that the strength and integrity of our chain is matched by that of the men and women of our work force. I am confident this team is ready for this challenge and will work together to meet and exceed the expectations of those who urgently need our product to assemble the oil booms. Thank you in advance for the extra effort, sacrifice and commitment you will make during this time.

With pride,

Tom Wynn
President/CEO