

Legacy PELT Life Cycle

In keeping with accepted industry practices JSR Ultrasonics, A Division of Imagent periodically may elect to discontinue products as well as service and support for that product. Legacy PELT products PRD002-200-5-PELT and PRD002-200-PELT were discontinued in December 2000. The reasons for discontinuing products vary.

1. The product is at the end of its natural life cycle or no longer meets sales marketing or revenue requirements.
2. There has been very low customer demand for the product.
3. The product cannot be manufactured to meet its quality or manufacturing requirements.
4. OEM PC manufacturers discontinue the availability of system components to support a product.

Natural Life Cycle

Customer demand, market competition and technological advancements compelled JSR to design and manufacture a new family of PELT Systems. The family of products named μ PELT offers portability, improved measurement capability and a lower cost of ownership over the Legacy PELT Systems. With each passing year the number of Legacy PELT Systems in service continues to decrease while the number of μ PELT Systems continues to increase.

Low Customer Demand

With the introduction of the μ PELT product line in January 2001 sales of Legacy PELT Systems ended. Because of this the revenues required for engineering resources for additional manufacturing builds were lost. The costs required to keep Legacy PELT Systems in service continues to increase each year.

Quality and Manufacturing Requirements

Several key components required to repair Legacy PELT Systems are no longer available. The limited stock of these parts at JSR restricts the number of hardware repairs. JSR expects to be able to repair these systems until January 2006.

OEM PC Manufactures

Legacy PELT Systems are dependent on an ISA bus architecture in personal computers. Microsoft and Intel discontinued support for this architecture citing reasons that include reducing support and design costs, system stability and greater flexibility. These actions by Microsoft and Intel caused OEM PC manufacturers to eliminate ISA bus architecture for standard PCs in January 2000. The expense to redesign Legacy PELT Systems that work with current PC designs surpasses the system's replacement costs.

Summary of Legacy PELT Product Life Cycle

| Event | Date |
|--|---------------|
| Availability of Legacy PELT System | January 1994 |
| End Product Development | December 1999 |
| OEM PC Manufactures Discontinue ISA Bus Architecture in Standard PCs | January 2000 |
| Discontinued Product Sales | December 2000 |
| Replacement System Availability | January 2001 |
| Discontinued Fieldworks Host Computer Repair | December 2003 |
| Limited Product Hardware Repair Capability | January 2006 |

Note: All future dates are subject to change.