



Abracon Corporation

30332 Esperanza • Rancho Santa Margarita, Calif. 92688 • (949) 546 - 8000 / Fax (949) 546 - 8002

**To our Valued Customers,
Date: 03/14/2011**

RE: The Japan Earthquake/Tsunami and Abracon Supply Chain Management

Abracon Corporation wishes to inform our valued Customers worldwide that our production facilities for select Crystal and Oscillator products in Japan are not located in the areas at or near the epicenter of the earthquakes nor are they located near the coastal regions that have been devastated by the recurrent tsunamis following the quakes and subsequent aftershocks.

Since the initial disaster occurred, Abracon has been and is continuing to maintain direct contact with all of our manufacturing facilities located in Japan and all have confirmed that all personnel are accounted for and no injuries have been reported. Additionally, they have suffered no structural damage to the respective facilities and that manufacturing operations will continue.

As widely reported, the Japanese government has announced that the sharing of electrical power is being implemented and will be maintained through the coming weeks. Abracon has only one facility that is located in an area that will be affected by the "rolling blackouts" that will occur as specific regions will have electrical power during certain blocks of time during the day/night.

Additionally, Abracon is working to manage the issue of deliveries of product/materials from Japan. We are currently working with our freight carriers – Federal Express and UPS – along with factory personnel to obtain continuous updates regarding the delivery of raw materials to the facilities and outgoing shipments within Japan to local FedEx, UPS and, in some cases, DHL, Logistics Centers.

While it must be noted that the situation in Japan is constantly changing, in many cases by the hour; please be assured that Abracon Corporation's Regional Sales Managers will notify any Customer that will be affected by late deliveries/pushouts of any orders as a result of this tragedy as soon as possible. In such cases where Customers are affected and notification is provided, Abracon will provide the status of the Customer's order as updated information is received on a daily basis.

Abracon Corporation appreciates the cooperation and understanding of our Customers all over the world as we each in our own way are struggling to deal with what is truly a global issue. Please advise the Abracon Regional Sales Manager for your account should you have any additional questions or specific concerns regarding this issue.

Thank you,

Jeanette Evinger
Quality Assurance Manager
Abracon Corporation