Reorganization Announcement

October 8th, 2007 Dobele

With this Announcement we are informing you once again about some changes in the structure of our Company.
In order to be more effective and specialized in each sphere of our activities, as well as to be closer to our customers and suppliers, we are reorganizing our structure by outlining three directions of our performance:

1) Constructing sealing materials and building chemistry, with such trade marks as OKSIPLAST, ELUR-T, TENAPLAST, HIDROIZOL, TENAHEM, and TENAGLASS.
As a result of this reorganization TENAX Plant 1, Sealant production site, starting with January 1st, 2008 will be formed as "TENACHEM" Ltd. (Reg.Nr. 48503013815)

2) Insulating material production (TENAPORS), sandwich type panels for industrial building construction, stay-in-place constructing system for cast reinforced concrete buildings, - TENAX Plant 2 and Plant 3, starting with January 1st, 2008 will be formed as "TENAPORS" Ltd. (Reg.Nr. 48503013798)

3) Logistics services, transportation and delivery possibilities, warehouse and storage services starting with January 1st, 2008 will be maintained and provided by "TENAX-3" Ltd. (Reg.nr. 48503013800)

The only owner of the mentioned three companies is "TENAX" Ltd. and the owner structure of TENAX Ltd is not planned to be changed in the result of the reorganization.

The location of all three daughter companies and the office of "TENAX" Ltd. will remain the same. Please turn attention to addresses:

Spodrības St 1, Dobele, LV-3701 Latvia	And	Sprodrības St 3, Dobele, LV-3701 Latvia

Please feel free **to contact us** with any questions regarding reorganization at any time.

We look forward to our further cooperation and reciprocal success.

Best regards,
TENAX GRUPA
TENACHEM Ltd.