

May 16, 2008

LaVerne Epp, Chairman
Lawrence-Douglas County Bioscience Authority
1617 St. Andrews Drive, Suite 202
Lawrence, Kansas 66047

Dear LaVerne:

Thank you for attending the May 9 meeting of the KU Center for Research (KUCR) Board of Trustees Executive Committee. The presentation on the proposed wet-lab business incubator was well-received by this campus-community leadership group, and their enthusiasm for the proposal was genuine.

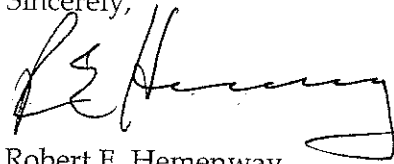
At the meeting, the Executive Committee adopted unanimously a resolution expressing our intentions concerning the project. That resolution reads as follow:

**The KUCR Board of Trustees Executive Committee
strongly supports the Lawrence-Douglas County
Bioscience Authority proposal to develop a wet-lab
incubator jointly with the university.**

By this action, we made it clear that, once a final plan is developed and all financial commitments have been made, the university expects to follow suit with an investment of its own. We will take formal action at the appropriate time, in cooperation with KU Endowment.

KU is an active partner in the development of the incubator proposal, which we believe will benefit the community, the university and the state of Kansas. We look forward to working with you toward a successful completion of this initiative.

Sincerely,



Robert E. Hemenway
Chancellor

cc: Chair, KU Center for Research Board of Trustees