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November 18, 2010

VIA REGULAR MAIL AND E-MAIL

Mr. David Corliss City Manager – City of Lawrence PO Box 708 Lawrence, KS 66044-2268

Re:

Plastikon Industries, Inc.

Revised Incentive Application Form

Dear Dave:

On behalf of Plastikon Industries, Inc. (the "Company"), and at the request of City staff, please accept for consideration the enclosed Incentive Application Form (the "Application"). The Company submitted the first version of the Application early in the process of considering Lawrence, Kansas as a potential site for its proposed manufacturing facility. At that time, and until only recently, the Company did not have local representation to oversee local incentives. In connection with the proposed Performance Agreement presently being drafted by City staff, I had a conversation with Company representatives to confirm the accuracy of certain wage and salary information provided in the original Application. As a result of that inquiry, and through no act of bad faith, the Company realized that the original wage and salary information included benefits such as 401k, medical, dental, vacation, etc.

The revised Application, enclosed with this letter, removes those benefits from wage and salary data, which results in lower numbers. The Company believes annual salaries will be approximately \$46,875.00 for each of the first five years of operations. To be conservative, the revised Application does not include merit increases or bonuses that may be paid at the Company's discretion. Although not has high paying as originally believed, these are still good jobs for Lawrence. If the Company decides to locate a major portion of its operations in Lawrence, the Company desires to be perceived as a good corporate citizen. Consequently, the Company has no objection to a second PIRC hearing to consider proposed employment incentives in light of the revised wage and salary information contained in the enclosed Application.

Mr. David Corliss City Manager – City of Lawrence November 18, 2010 Page 2

If you have any additional questions or concerns about the Application, please let me know.

Very truly yours,

Hatthew S. Jyl
Matthew S. Gough

of Barber Emerson, L.C.

MSG:plh

cc: Roger Zalneraitis

Plastikon Industries, Inc.