

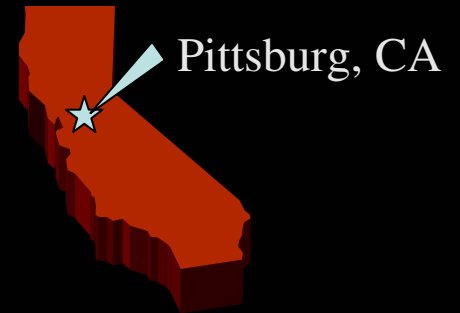


Hunter Paine Enterprises Company Overview

February, 2005

Hunter Paine Enterprises

- Founded: November 19, 1999 as a Delaware Limited Liability Company
- Mission:
“Create a leading materials technology company and market the first structural wood replacement composite engineered for use in the construction, transportation and logistics industries.”
- Committed to:
 - Leading Edge Technologies
 - Creating Value for HPE Stakeholders, Customers and End-Users
 - Sustainable Growth
 - Ecologically Balanced Businesses
 - Attracting and Retaining Excellent People
 - Principle Based, Value Driven Management



LEXITE

The Hunter Paine Management Team



Front Row: Danna Glauser, Art Roth, Colin Proudfoot. Back Row: Eric Campbell, Pat Winters, Rich Wenning



Hunter Paine Core Competencies

- Lexite™ Brand
Developing, positioning, marketing and sustaining a globally recognized market leading brand
- Research and Development
Developing products and applications to address emerging market needs and advancing Lexite's™ unique points of technological difference
- Intellectual Property
Developing, patenting and protecting Materials and Process Technology Intellectual Property
- Supply Chain
Establishing, expanding and maintaining scaleable, sustainable supply chains for Lexite™ materials and applications
- Business Development
Establishing and expanding commercial relationships that build and grow the Lexite™ franchise



What exactly is Lexite™?



- First viable structural engineered wood replacement
- Patented material technology
- Environmentally sustainable structural composite
- Made primarily from:
 - Scrap tires
 - Recycled paper
 - Recycled glass



How is Lexite™ made?

- Lexite™ product components include:
 - Exoskeleton (outer shell)
 - Core Inner Layer
 - Optional custom external coatings



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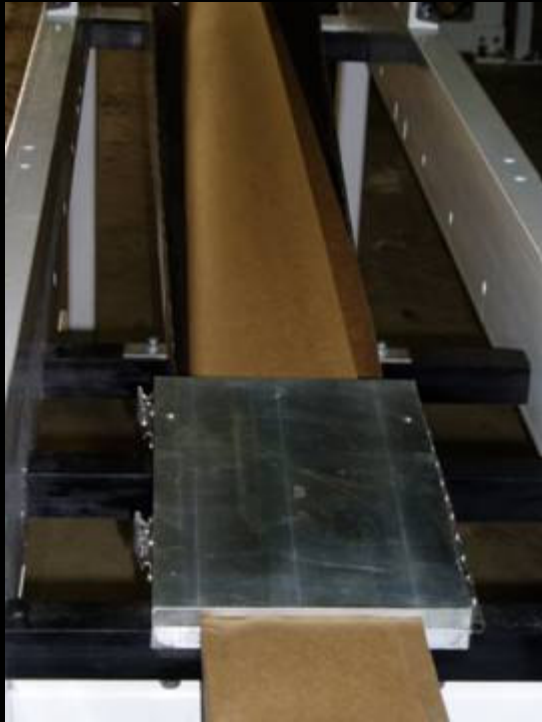
The Lexite™ Manufacturing Process



- Multiple layers of recycled paper and scrim are combined and infused with a binder to create the exoskeleton

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Manufacturing – the Exoskeleton



- Once created, the exoskeleton is creased and folded

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Manufacturing – The Lexite™ Core



- Core materials (foam, scrap rubber tires and others) are blended and then injected into the folded exoskeleton

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Manufacturing – The External Coating



- Lexite™ boards can be embedded with Radio Frequency Identification (RFID) tags
- Once filled, Lexite™ boards are cured and prepared for shipment to customers

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The Initial Lexite™ Product Portfolio

- Lexite™ Lead Edge Boards
 - Adds strength to a hybrid wood pallet
 - Extends the service life of hybrid (wood and Lexite™) pallets
- Lexite™ Strong Pallets
 - Lexite™ pallets last up to five times longer, or more
 - Durability yields a lower total cost of ownership
- Lexite™ Smart Pallets
 - Customer requested RFID tags are embedded into Lexite™
 - Embedding prevents damage and tampering
- Lexite™ Custom Pallets
 - Ideal for heavy or bulky shipments
 - Designed and cut to customer specifications



What makes Lexite™ unique?



- Stronger and more durable than wood
- Dimensionally stable and uniform
- Can be made to custom sizes and specifications
- 100% Phytosanitary
- RFID embedded
- Environmentally Sustainable
- Lower total cost of ownership

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Lexite™ . . .

- Offers the pallet market significant performance and application points of difference
- Will penetrate high value market niches committed to the closed loop multiple use transport and logistics model
- Is an environmentally sustainable G4 product
- Can expand into other market segments in the logistics, transportation and construction industries

