

Date: June 4, 2014

To: Customers of Kirtas Technologies, Inc.

From: Barry Kallander, President

Subject: Sales and Support of i2S and Kirtas Equipment

Kirtas Technologies has been selling its line of automated book scanners direct and through resellers worldwide since 2003 (the "Kirtas Branded Business"). In addition, the Company began selling i2S scanners in the US in 2012 and has significantly added to the i2S footprint since that time (the "i2S Reseller Business"). Kirtas has differentiated itself with strong products and excellent customer service in both businesses.

While the Company has continued to serve its customers with distinction, it has found itself lacking the essential capital to continue as a stand-alone company. As such, we are announcing plans to:

- 1) Sell and support the Kabis brand of automated scanners through a single Master Reseller, and
- 2) Transition the i2S Reseller Business to other authorized resellers.

<u>Kirtas Branded Business</u>: Kirtas has hundreds of installed systems and many of these are under maintenance contracts. To support these customers long term we have entered into a binding Letter of Intent for Ristech Company, Inc. (Ristech) that will close by mid-June 2014. Under the Agreement, Ristech will become a Master Reseller and will sell and support the Kabis line of automated book scanners.

Ristech is a North American industry leader in book digitization that was established by former 3M employees over 19 years ago. Ristech sells and supports book digitization systems for many major projects including: The Library of Congress, Harvard University, University of Notre Dame and the University of Toronto, to name a few. Ristech is focused on the success of their customers by delivering the latest in technology and providing the highest levels of support. Ristech is currently a Kirtas reseller and has direct experience selling and supporting the Kabis and APT line of automated book scanners.

Together, Kirtas and Ristech are committed to continuing all installations and customer maintenance/support. They will follow-up with each customer regarding the necessary assignment provisions. Customers and resellers interested in obtaining a quotation can use the existing Kirtas phone number until further notice.

<u>i2S Reseller Business</u>: Effective immediately, Kirtas will transition its i2S Reseller Business, including future sales and maintenance support, to Ristech Company Inc. (Ristech) located in Victor, NY and Burlington, Canada, or to IImage Retrieval, Inc. (IIRI) in Dallas, TX. Both companies have extensive experience selling and supporting digital imaging products. I have full confidence in their ability to meet or exceed your support requirements. Kirtas, IIRI, or Ristech will be in touch with you on the specifics of your situation within the next few days.

On behalf of Kirtas, we appreciate the confidence you have placed in us and we will do our utmost to ensure a smooth transition.