

Dear My Friend,

“SIQUAR invite you to make effort together for Earth protection.”

Recently, there are some rising problems related to Earth Warming, Energy Saving, and Carbon Reducing. Light Emitting Diode (**LED**) is one of the most suitable solutions in which it save 70~80% power consumption. LED is a semiconductor device that converts electricity into light. LED lighting has been around since the 1960s, but is just now beginning to appear in the residential market for space lighting due to its high efficiency, long life and environment friendly.

LEDs are better at placing light in a single direction than incandescent or fluorescent bulbs. Because of their directional output, they have unique design features that can be exploited by clever designs. LED strip lights can be installed under counters, in hallways, and in staircases; concentrated arrays can be used for room lighting. Waterproof, outdoor fixtures are also available. Some manufacturers consider applications such as gardens, walkways, and decorative fixtures outside garage doors to be the most cost-efficient.

High-brightness LEDs have demonstrated dramatic improvements in performance in recent years, as well as significant cost reduction. As a result, LEDs are undergoing a period of rapid market growth in a variety of lighting applications.

Taiwan has been known as the largest LED output manufacturer and second large LED capacity value in the world. SIQUAR that is one of well known worldwide furniture and building fittings supplier have to take some responsibility for environment protection with energy saving and carbon reducing that is reason why SIQUAR would like to enter LED market and promote the series of LED lighting. **Use one more LED light for two months, one more tree will survive on the world.** SIQUAR hope to invite all your participation.

Your Sincerely,

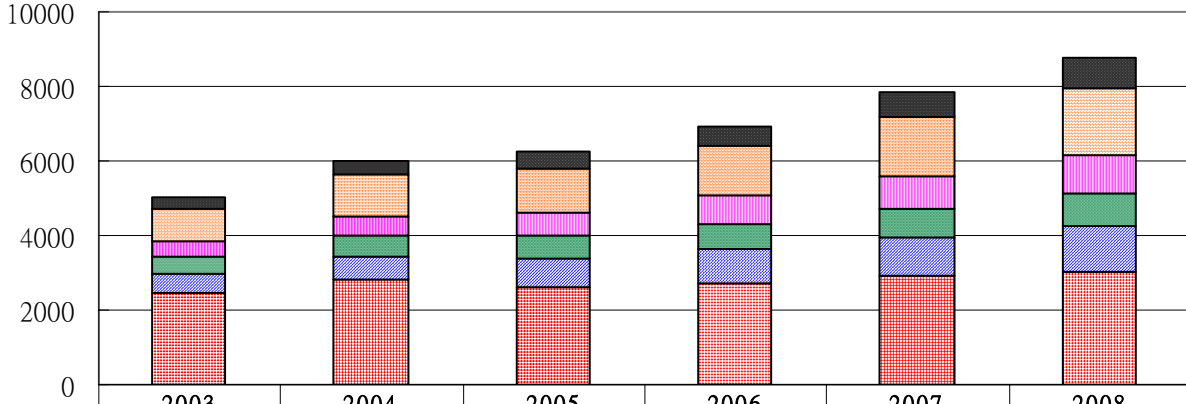
Kerwin Lin / (V. P.)

SIQUAR Hardware Ind. Co., Ltd.

For your reference :

R1. LED Market Situation Analysis

US\$ Million



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|----------|------|------|------|------|------|------|
| ■ China | 300 | 350 | 420 | 525 | 656 | 787 |
| ■ Taiwan | 857 | 1102 | 1188 | 1336 | 1571 | 1806 |
| ■ Korea | 394 | 521 | 625 | 750 | 885 | 1044 |
| ■ Europe | 461 | 564 | 632 | 695 | 778 | 880 |
| ■ U.S | 527 | 633 | 761 | 899 | 1033 | 1188 |
| ■ Japan | 2468 | 2817 | 2609 | 2739 | 2903 | 3049 |

R2. LED Lighting Advantage

- Energy Efficiency : 60 lm/w
- Long Life : 60,000 hr
- Multi Range of Colors.
- No UV Emissions/Little Infrared.
- Small size /Design Flexibility.
- Lights instantly: drive by DC
- Low-voltage power supply (increased safety)
- Incandescent lamps will be prohibited since 2009 by numbers of countries.

R3. SQ LED Lighting Offering

- Indoor LED lightings : Down Light, Spot Light, Shelf/Strip Light
- Outdoor LED lightings : Wall Wash Light, Ground/Water Light
- SQ may able to accept OEM & ODM order according to customization. Please see SQ catalogue or website <http://www.siquar.com> for more details.

R4. Potential SQ LED Lighting Consumers

- Furniture and cabinets makers
- Kitchen makers
- Interior decoration companies
- Construction companies
- Lighting & hardware distributor
- Advertising companies

