



Dear Valued Customer:

November 6, 2009

This letter is to inform you that effective immediately Texas Advanced Optoelectronic Solutions (TAOS) is discontinuing the production of the TCS230D Tri Color Light to Frequency Sensor and replacing it with the TCS3200D which is a form, fit and function replacement for the TCS230D. Attached please find a report that compares the two devices and the data sheet for the TCS3200D. We are confident that after reviewing the report and the data sheet you will find that the TCS3200D is superior in performance and in addition is being offered at a lower price.

TAOS felt that it was necessary to take this action as the production of the TCS230D was becoming costly and unpredictable. In addition to what is available to support the current backlog TAOS has a limited supply of the TCS230D and will support existing customers as best it can on a first come first served basis. For those customers that have existing backlog and would like to change their order to TCS3200D TAOS would gladly work with you to make the change. Samples of the TCS3200D are available.

TAOS regrets any inconvenience this may cause our valued customers. If there are any questions please contact your TAOS representative or distributor or call TAOS directly at 972-673-0759. Your representative and distributor can be found on our web site at www.taosinc.com.

Regards,

Carlo Strippoli
VP Marketing & Sales
TAOS Inc.