



January 25, 2008

SIGG Switzerland is completely committed to delivering a premium quality product which is not only eco-friendly but also 100% safe.

The controversy currently surrounding polycarbonate #7 plastic bottles (like Nalgene) has to do with the health risks which may result in these bottles *leaching* the chemical BPA. It's a fact that this chemical, designed to reduce corrosion, also exists in several metal containers like canned foods.

In the 100 years that SIGG has been in business, the bottle liner we have used has evolved and improved over time. We sincerely believe that our current SIGG liner and our application process for applying it, is the best in the world because it is totally inert and imparts absolutely no chemicals into the beverage.

SIGG has proprietary rights with a 3rd party producer of our liner formula. In other words, we do not produce it ourselves. This supplier is based in Switzerland and has an impeccable reputation for quality and safety. SIGG is the *only* water bottle on the market to use this special liner. As there are many copy-cat manufacturers in the market (most based in China) that would like to get their hands on this formula, our supplier has an agreement with SIGG to keep his formula confidential.

Because we know that this liner is the very best on the market and we would like to continue working with this supplier, we have honored that agreement. More important than the formula of the liner – is the *performance* of the liner. Very thorough migration testing in laboratories around the world is conducted regularly and has consistently shown SIGG bottles to have no presence of phthalates, Perfluorooctanoic Acid (PFOA), Bysphenol A (BPA), Bysphenol B (BPB) or any other chemicals which scientists have deemed as potentially harmful.

For example, last summer SIGG bottles were tested for BPA versus the competition at Alliance Technologies, one of the finest laboratories in America. Under harsh conditions to simulate time and use, the results were as follows:

- Polycarbonate #7 plastic bottles – 71 ppb (parts per billion) were leached into the water.
- Chinese-made aluminum water bottles – 19 ppb
- New SIGG bottles – no detectable BPA
- Used SIGG bottles (2 years old) – no detectable BPA

Despite the scientific evidence that SIGG bottles are 100% safe, I understand the desire of some people to know exactly what the proprietary SIGG liner is made of and I promise to raise this issue with management in Switzerland. Should our supplier insist in keeping his formula confidential, I will also raise the possibility of seeking a new supplier.

If management chooses this option, you can be sure that we will thoroughly test the performance of a new liner under all conditions as we have the current liner – and that it will perform as good or better than the existing liner. Rest assured, SIGG Switzerland is 100% committed to the health and safety of our customers.

Sincerely,

Steve Wasik

President, SIGG USA