



## MG Chemicals statement on REACH

(EU Regulations on the Registration, Evaluation, Authorization and restriction of Chemical substances)

No product of MG Chemicals ("MG") contains any Substances of Very High Concern ("SVHC's") as defined by REACH.

MG currently does not export one ton of any individual substance to the European market, and is therefore neither required, nor eligible, to pre-register any substances under REACH. European customers of MG can continue to use our products, as long as their total usage of any particular substance contained in these products remains under the one-ton threshold.

Most of the products sold by MG are "preparations" of individual substances that have been purchased from large multi-national corporations. MG believes most of these substances have been pre-registered by the original manufacturers, and MG's customers can be considered "downstream users" of these original manufacturers. MG is currently in the process of verifying that these pre-registrations have taken place and will be releasing and continually updating a list of our products that have been verified to contain 100% pre-registered materials, as the information becomes available.

The initial pre-registration deadline expired on December 1<sup>st</sup>, 2008, however, the deadline is extended for six months following the time when a company passes the one-ton threshold of a particular substance, if it does so for the first time after the initial deadline has expired. If MG finds that any of its suppliers have failed to pre-register any of our raw materials, we will have our "only-representative" in Europe register the substances in question for us as volumes pass the one-ton threshold.

European customers should take note that the ultimate responsibility for registration falls on them, and quantities of individual unregistered ingredients in preparations obtained from different suppliers must be added together for the purpose of determining if the one-ton threshold has been passed.

A handwritten signature in black ink, appearing to read 'Howard Clark', written in a cursive style.

Howard Clark  
President  
MG Chemicals Ltd.

December 2, 2008