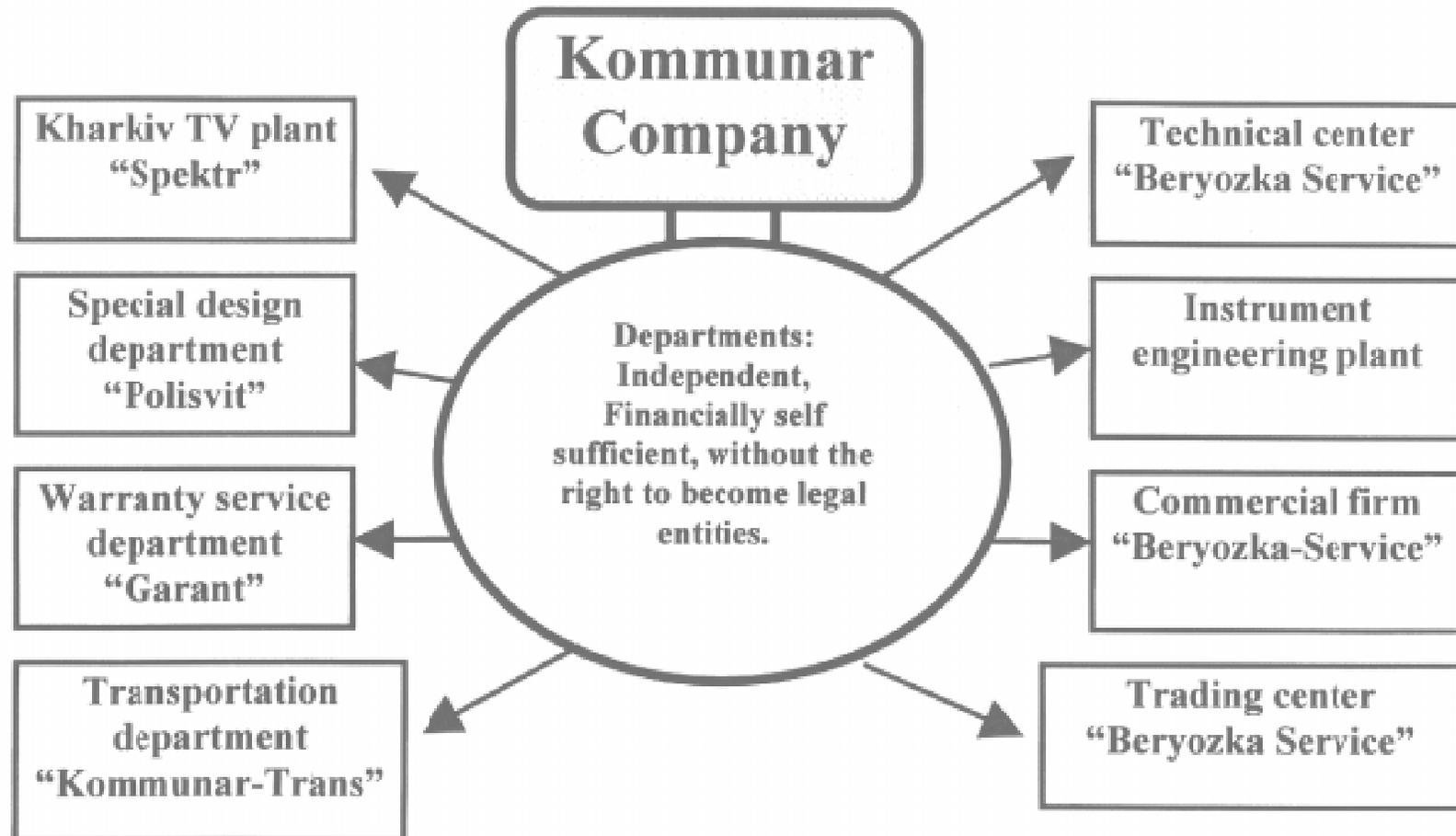


Company History

- **State owned with permission of government to privatize**
- **Founded in 1927**
- **In 1932 began to produce electrical instruments**
- **1952 began manufacturing missile control systems**
- **1958- manufacturing aerospace equipment**
- **1958 - began manufacturing consumer goods - TV's**
- **1999 - beginning of the privatization process**

Kommunar Organizational Chart



Current Company Projects

- **Control Systems for Aerospace Industry-**
 - * **Sea Launch Program**
- **Utility Meters (water and electric) -**
 - * **Part of Ukrainian energy conservation program**
- **Communications Equipment -**
 - * **Negotiating cooperation agreement with Motorola**
- **Welding Equipment -**
 - * **Retooling using foreign equipment to update production process for welding equipment**
 - * **Certification of equipment - ISO 9001 Compliant**

Advantages of Partnering With Kommunar

- **Financial Advantages**
 - * **Nunn - Lugar Program (no customs fees and taxes)**
 - * **Highly competitive labor costs**
- **Highly Skilled Labor Force**
- **Highly Developed Pre-production Stage of Manufacturing**
- **Developed Distribution Channels**
 - * **20 distributor centers that perform sales and repair (warranty repair included)**
- **Ukraine - The Gateway to Eastern Europe**