

Performance Materials and Technologies
101 Columbia Turnpike
Morristown, NJ 07962

January 20, 2012

Dear Genetron® Wholesaler:

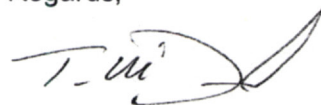
As we noted in a previous communication, on December 30, 2011 the EPA published a proposed rule for the management of HCFC-R22 Production and Consumption Allowances for the period 2012-2014. The proposed rule indicated that the agency could dramatically cut the production and consumption allocations granted to R22 producers and importers.

Today we received the 2012 allowances letter from the EPA which allows us to resume the manufacture and sale of R22. The volume of R22 allocations that we were awarded has been reduced by 45% from 2011, further accelerating the phase-out in the 2009 Final Rule. This unprecedented action will result in a fundamental change to the R22 aftermarket going forward. Until further notice, Honeywell will be restricting sales of R22 to existing customers only.

While we strive to give as much notice to our customers on price changes as we can, Honeywell reserves the right to increase our R22 price in the future without notice.

We will resume sales and shipment of R22 soon. Your Account Manager will have additional information to help schedule shipments. We appreciate that this action may change how we all buy and sell R22 but it was a necessary response to the dramatic action taken today by the EPA.

Regards,



Tim McDonald
National Sales Manager
Honeywell International
Genetron Refrigerants