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# News Release

Wafios Machinery Corporation and Reed Machinery, Inc. enter agreement for continued support and service of Wafios planetary nail threaders.

Wafios Machinery Corporation discontinues manufacturing of its Models PRN10 planetary nail threader and PRSH 40 planetary threader for standard tube nuts at Cleveland, Ohio and enters agreement with Reed Machinery, Inc. to provide parts and service for installed base of customers.

Worcester, MA and Branford, CT, March 3, 2006: Management from both companies have announced that Reed Machinery, Inc. will provide future parts and service support for customers that have purchased Wafios Machinery Corporation's planetary nail threaders manufactured in Cleveland, Ohio. Wafios has discontinued further manufacturing of these models. Wafios will continue to manufacture its complete line of nail headers and spring making machines as well as the other machine models manufactured at Wafios in Germany.

"The decision to discontinue these models is based upon manufacturing volumes and costs," states Götz Arndt, president of Wafios Machinery Corporation. "We are confident that Reed can handle the long-term customer support in a manner consistent with the expectations of Wafios' valued customers."

Reed Machinery, Inc. manufactures high speed flat die thread rollers, two and three die cylindrical thread rollers as well as planetary thread rollers including those use for high speed nail threading.

Jim Flanagan, president of Reed Machinery, Inc., claims, "We are ideally suited to handle the support of the Wafios machines. We continue to develop and market our own nail threaders, including the popular Model A75N-VB, for improved productivity. So, we are familiar with the customers, applications and machine components."

For help contact Reed Machinery at 1-508-595-9090 (fax: 1-508-595-0002).

For Immediate Release

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