

Dear LatchTool Friends,

What is going on in the world is beyond comprehension. Nevertheless, it is within this context that [LTG's radical breakthrough is to play an epic role](#). God is sovereign; it is now a matter of His timing and pleasure.

1. Our presentation to the [Air Force Academy](#) was two months ago. Their [Chief Scientist](#) remarkably understood what we are about; a quantum leap in power densities for actuators and the trillions of dollars of global industry that depends on such devices.
2. Six months ago I had an epiphany, I realized that LTG technology should be promulgated on a Business As Mission model; let God direct our path for His purposes.

At the beginning of the Financial Crisis, a LTG member was one of 9-women granted [unprecedented access to the Federal Reserve Bank](#) in lower Manhattan to pray. That was on a Friday. The next Tuesday, the Feds pumped 2-trillion dollars into the credit market. When I asked the women why God would want LatchTool to survive, they didn't know, but said God wants wealth in godly hands for the troubled times ahead.

3. Meanwhile, my soul is troubled for Israel. They are severely threatened and face the world alone. Make no mistake, radical Islam is more opposed to Christianity than Judaism, yet being in the Middle East, Israel sticks a thumb in the eye of Arab states. [Militarily, our technology would help Israel neutralize their adversaries'](#).

Israel-Sino relations have strengthened; I'm told that Israel-Vietnamese encryption is some of the best in the world. Vietnam is also becoming the world's Detroit. Car and appliance assembly plants supply the world at prices that beat China's. Greater Southeast Asia, including Malaysia and Indonesia, are geopolitically significant.

4. About 18-months ago, Charlie Ritchie contacted me because of a chance meeting he had on a chair-lift in Maine with a Canadian economic development official. Charlie is a Chemical Engineer (PhD sans dissertation) schooled in Canada and has been a LatchTool member since the founding of LTG's predecessor in 1996.

Charlie has worked for Dow Chemical in Hong Kong and been a field director for the Navigators in Vietnam, the land of his birth. Charlie has agreed to become LTG's Chief Development Officer as I intuit Southeast Asia looms large in our future. [As an aside, another LTG investor is a Thai whose brother is a mechanical engineer as is her father who is also a pastor.]

5. Strategically, LTG arrays into four business units: [See our business plan](#). *FastFlow* Syndicate is a consortium of engineering design firms and Colleges of Engineering that will be the lead vehicle for promulgating the technology.

We are in discussions with Walla Walla University, Myron's alma mater, to accept the Myron D Tupper Chair in *FastFlow*® Microhydraulics and Fluidics. A solid Christian university, I believe they are far more credible than marquee colleges caught up with winning grants and notoriety.

While I am partial to top engineering schools like my alma mater Cornell and Josh's MIT, I am troubled by their complete secularization.

6. The United States is weathering an economic storm that has roiled the globe. 4.5 million US citizens are unemployed and unimaginable financial and political corruption exposed.

Private equity firms have [bought out America](#), saddling operating companies with horrific debt and paltry margins. These are the companies that should be fueling innovation; instead they are struggling to stay relevant. According to Moody's, [billions of dollars of corporate debt](#) are waiting to be refinanced.

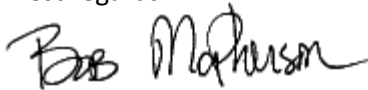
Several companies are listed whose prospects could be significantly enhanced with LatchTool's technology. See the [Table](#) at the end of this Advisory.

7. **I believe LTG is for this time.** The US became an economic power because *free-market* capitalism allowed tens of thousands of entrepreneurs to build game changing technologies into globally meaningful businesses. Yet capitalism without propriety is a disaster in waiting.

Radical innovation requires not only an exceptional technology, but pushback on corrupt institutions and unethical practices. What emerges is new prosperity fueled by hope and optimism.

[Is it that time again?](#) *FastFlow @ Microhydraulics & Fluidics* is game changing innovation that will disrupt global industry pervasively. LTG has a third-party relationship with [Pointman Leadership Institute](#) as arbiters of ventures and licensing agreements.

Best regards



[LatchTool Group](#)

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See SiteMap for [synopsis](#)

Table

Company	Credit Facility	Rating	Spec Grade	Maturity	Perceived Synergy
Manitowoc Company, Inc. (The)	US\$ 33.6 Bank Credit Facility	B1		05/06/10	✓✓✓①
Blount, Inc	US\$ 90.0 Bank Credit Facility	Ba1		08/09/10	✓
Blount, Inc	US\$ 107.7 Bank Credit Facility	Ba1		08/09/10	
Alion Science and Technology Corp	US\$ 25.0 Bank Credit Facility	B2	SGL-4	09/30/10	✓
RSC Equipment Rental, Inc.	US\$ 281.0 Bank Credit Facility	Ba3	SGL-3	11/30/11	✓✓✓✓②
Oshkosh Corporation	US\$ 117.7 Bank Credit Facility	B2	SGL-3	12/06/11	✓✓✓✓③
Oshkosh Corporation	US\$ 550.0 Bank Credit Facility	B2	SGL-3	12/06/11	
Spirit Aerosystems, Inc.	US\$ 573.5 Bank Credit Facility	Ba2		12/09/11	✓
Ford Motor Company	US\$ 8000.0 Bank Credit Facility	Ba3	SGL-3	12/15/11	✓✓
TRW Automotive Inc.	US\$ 447.0 Bank Credit Facility	Ba3	SGL-3	02/09/12	✓✓✓④
Alliant Techsystems Inc.	US\$ 268.0 Bank Credit Facility	Ba1		03/29/12	✓✓✓✓⑤
Alliant Techsystems Inc.	US\$ 500.0 Bank Credit Facility	Ba1		03/29/12	
Penhall Holding Company	US\$ 79.94 Bank Credit Facility	Ca		03/31/12	✓
Baldor Electric Company	US\$ 200.0 Bank Credit Facility	Ba3	SGL-2	04/30/12	
Bucyrus International, Inc.	US\$ 90.0 Bank Credit Facility	Ba2		05/04/12	✓⑥
Bucyrus International, Inc.	US\$ 267.5 Bank Credit Facility	Ba2		05/04/12	
TRW Automotive Inc.	US\$ 700.0 Bank Credit Facility	Ba3	SGL-3	05/09/12	
TRW Automotive Inc.	US\$ 700.0 Bank Credit Facility	Ba3	SGL-3	05/09/12	
Hercules Offshore, Inc.	US\$ 175.0 Bank Credit Facility	B2		07/11/12	
Terex Corporation	US\$ 550.0 Bank Credit Facility	Ba2	SGL-3	07/14/12	✓⑥
FlowsERVE Corporation	US\$ 545.4 Bank Credit Facility	Ba1		08/10/12	
FlowsERVE Corporation	US\$ 400.0 Bank Credit Facility	Ba1		08/10/12	
Colt Defense LLC	US\$ 20.0 Bank Credit Facility	Ba3		08/15/12	
Dresser-Rand Group Inc.	US\$ 500.0 Bank Credit Facility	Ba1	SGL-3	08/30/12	
Lear Corporation	US\$ 550.0 Bank Credit Facility	Ba3	SGL-3	11/09/12	
Dana Holding Corporation	US\$ 650.0 Bank Credit Facility	B3	SGL-3	01/31/13	
Penton Media Inc.	US\$ 80.0 Bank Credit Facility	Caa1		01/31/13	⑦
Penton Media Inc.	US\$ 606.1 Bank Credit Facility	Caa1		02/01/13	

Credit ratings

- ① Cranes with passive [workholding](#) assemblies would be a value added component that would feed export markets. Massive building projects in China spur demand. Awaits quick implementation.
- ② RSC is an ideal venture partner for [HydrAssembly](#) rental business. Imagine tools that manage themselves™.
- ③ Hydraulic technology figures prominently in all of Oshkosh's vehicles. Adopting radical innovation based on superior power densities would provide them a global competitive advantage.
- ④ Braking, steering and fuel injection breakthroughs feed a global market for component parts.
- ⑤ ATK and high force actuators would be a marriage made in heaven. [Battlefield robots and UAV's](#) are explosive. The PowerPliers™ design provides [unique innovative products](#) especially for first responders and [a universe of exoskeletal platforms with futuristic dimensions](#).
- ⑥ Bucyrus and Terex have just merged.
- ⑦ Penton publishes several journals specific to LTG markets. Unfortunately, their format is old school and consequently they are experiencing the same fate as newspapers. [Entertainment Engineering](#) represents the new alternative.