

MEGAdiamond

Megadiamond Industries, Inc.
3418 North Knox Avenue
Chicago, Illinois 60641
312-286-5999

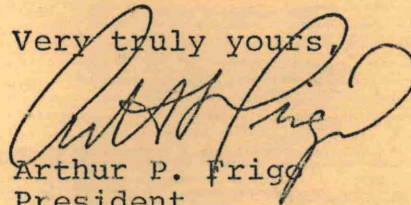
September 29, 1980

Dear Shareholder:

Enclosed you will find the financial statements and auditors report prepared for Megadiamond Industries, Inc. and subsidiaries, for the fiscal year ending April 30, 1980. In addition, I am attaching several promotional samples which illustrate the corporate colors, the corporate logo, the product logos for diamond grit and polycrystalline diamond, as well as the new bottle packaging for diamond grit.

I hope you will find the enclosed information to be both interesting and informative.

Very truly yours,



Arthur P. Frigo
President
Chief Executive Officer

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