



To Members of the Suffolk County Industrial Development Agency Board:

As you may be aware, Spellman High Voltage Electronics Corporation (Spellman) is a family (the Family) owned business. In order to help with family planning and overall management of similar business assets, Spellman would like to move the building it currently owns and occupies at 475 Wireless Blvd, Hauppauge, New York from Spellman to a real estate focused sister company, also owned by the Family named Spellman/Merrill Realty, LLC (Spellman Realty). In order to do this, Spellman would sell the building to Spellman Realty. The transaction basically moves the building from the Family's operating right hand to their real estate left hand. Spellman will then lease the building through a multi-year lease (probably 20 years but in reality we anticipate it being for the life of the company) from Spellman Realty. That aids with centralizing management of real estate assets and also helps with owner family planning.

Due to our entering into the IDA program with the Suffolk County IDA, Spellman needs to obtain the Suffolk County IDA's consent for the transaction. We had envisioned the transaction when we signed up for the program, as it has always been a goal (from a family planning standpoint) to put all the real estate into Spellman Realty. It is my understanding that having a realty entity of the company own the real estate instead of the operating company is quite common and occurs often with IDA transactions. At the time we did the agreement for the IDA program, the attorneys we used assured me it would not preclude us from doing that sometime in the future. I have also been told by Suffolk County IDA representatives that this is relatively common.

Through this letter, we would like to formally request consent for this transaction and we thank you for your help in this manner, as well as your continued support in the past and future.

Sincerely,

A handwritten signature in black ink, appearing to read 'Robert P. Kerley', written over a white background.

Robert P. Kerley
Chief Financial Officer
Spellman High Voltage Electronics Corporation
Ph: [REDACTED]