



BGM FASTENER CO., INC.

759 OLD WILLOW AVE., HONESDALE, PA 18431

PHONE 800-233-4270 / 570-253-5046 / FAX 570-253-2469

E-MAIL – info@bgmfastener.com

BGM Fastener Co., Inc. suffered a devastating fire Wednesday, September 14, 2005. The fire destroyed our metal finishing facility, offices, IT server room, and maintenance supply warehouse. Two buildings are destroyed and a third has much smoke and water damage. Production on military hex cap screws is halted. Our office staff is temporarily working in our inventory warehouse. The cost of damages is in the millions of dollars. No injuries occurred and firefighters contained the blaze before total loss.

On Thursday morning, BGM management and staff reported to work at 8:00 am. The rebuilding process began. Telephone service was repaired within the first 3 hours and incoming faxes functioning one hour later. The business systems backup server recovered all data up to the close of day Wednesday. By Friday BGM staff had limited access to the business systems. Monday all systems were networked and functional. Our sales staff is currently working with customers on potential delivery delays.

BGM Management is committed to rebuilding all areas lost in the fire. Currently the damaged buildings are being scheduled for demolition, and plans are already drawn for a new building. All plating lines will be replaced with more capacity.

BGM is blessed with a resilient, hard working staff dedicated to the product and customers we supply. Rest assured quality and service will not suffer during this difficult time.

Personally, I would like to thank all who have responded with kind words of encouragement. It is comforting during these difficult times. Please be patient. BGM will do everything possible to make this as painless as possible to all of our loyal customers. I can only apologize for any inconvenience this may cause.

Sincerely,

Peter A. Goyette
Vice President