

JUN 07 2012

WIA WORKFORCE PROGRAMS

Hess Industries, Inc.

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June 4, 2012

Via Certified/Return Receipt and Regular U.S. Mail

Certified # 7008 0500 0001 8523 0069

State of Michigan Rapid Response Section 201 North Washington Square Victor Office Center, 3rd Floor Lansing, MI 48913

Dear Sir/Madame:

Hess Industries, Inc. (the "Company") is providing you with this notice pursuant to the Worker Adjustment and Retraining Notification Act of 1988 ("WARN"), 29 USC § 2101 et seq., which requires employers to give official notice to employees and certain governmental units or officials of a pending facility shutdown.

Hess Industries has been experiencing a general economic downturn and lack of additional funding from lenders may force the shut down of the Company in the near future. As a result of this situation, it is anticipated that our entire facility located at 30257 Redfield Street, Niles, MI 49120 may be permanently closed. While we are currently involved in negotiations and it is possible that funding may be obtained, there is no way to be assured of that result at this time.

While the exact date has not been established for this closure, it is anticipated that the Company may close its operations between August 3, 2012 and August 16, 2012.

The affected employees are non-union and no "bumping" rights exist. The expected date of the first termination is July 31, 2012 and termination are anticipated to be complete by August 13, 2012. The job classifications and the current number of affected employees are contained in the attached list.

If you should have any questions, please contact John Clements, Director HR at Hess Industries at (269) 683-4182.

Sincerely,

Kenneth Latz

Chief Restructuring Officer HESS INDUSTRIES, INC.

Enclosure: List of job classifications and the current number of affected employees

HESS INDUSTRIES, INC. POSITIONS LIST: 06/04/12		HESS INDUSTRIES, INC. POSITIONS LIST: 06/04/12		HESS INDUSTRIES, INC. POSITIONS LIST: 06/04/12	
TITLE	# / Position	TITLE	# / Position	TITLE	# / Position
Chief Executive Officer	1	Engineering		Assembly	RALOZIUON
Interim Chief Executive Officer	1	Dir. of Global Engineering	1	Machine Assembly Supervisor	1
Finance				Technical Mechanical Leader	
Director of Finance	and distribution entitles (Admin. Ass't - Engineering & Operations Technical Documents Mgr.			<u> </u>
	1		1 1	Lead Mechanical Machine Assembler	-
Controller/ Accounting Manager	1	Chief Engineer		Lead Mechanical Machine Assembler	-
Accounts Payable Supervisor	1 1	Project Engineer-Mech		Lead Mechanical machine Assembler	~
Payroll Administrator	1	Project Engineer-Mech	~	Lead Mechanical Machine Assembler	
Jr. Staff Accountant	1	Project Engineer-Mech		Lead Mechanical Machine Assembler	
Treasury Manager	1	Project Engineer-Mech		Lead mechanical machine assembler	-
Cash Assistant	1	Project Engineer-Mech		Lead Mechanical Machine Assembler	~
$oldsymbol{\Pi}$ with the second constant $oldsymbol{\Pi}$		Design Engineer-Mech	~	Lead Mechanical Machine Assembler	~
Director of IT	1	Design Engineer-Mech	-	Lead Mechanical machine Assembler	~
Network Administrator	1	Design Engineer-Mech	-	Lead Mechanical machine Assembler	~
HR		Design Engineer-Mechanical	- 1	Mechanical Machine Assembler	~
Director of Human Resources	1	Design Engineer-Mechanical	1 - 1	Mechanical Machine Assembler	-
Benefits Mgr/HR Administrator	1	Design Engineer-Mechanical	12	Mechanical Machine Assembler	14
HR Assistant	1	Project Engineer-Elec	12	Technical Electrical Leader	- 14
A CANADA AND AN AN ANALYSIA AND AN ANALYSIA AND ANALYSIA ANALYSIA AND ANALYSIA AND ANALYSIA AND ANALYSIA AND ANALYSIA AND ANALYSIA AND ANALYSIA		Controls Engineer, Sr.	 	Lead Electrical Machine Assembler	
Quoting & Project Management			 ~ 		-
Applications Engineering Manager	1	Controls Engineer, Sr.	~	Lead Electrical Machine Assembler	~
Applications Engineer, Sr.		Controls Engineer, Sr.	~	Lead Electrical Machine Assembler	-
Applications Engineer, Sr	~	Controls Engineer	~	Lead Electrical Machine Assembly	
Sr. Application Engineer	~	Design Engineer-Electrical	~	Lead Electrical Machine Assembler	~
Sr.Applications Engineer	~	Design Engineer-Electrical	~	Electrical Machine Assembler	
Sr. Applications Engineer	5	Electrical Engineer	8	Electrical Machine Assembler-Night-2nd	~
Project Manager	1	Fluid Power Engineer	1	Electrical Machine Assy Night-2nd	9
Sales & Marketing		Machining		Welder	1
Director of Sales & Marketing	1	Machine Shop Supervisor	1	Lead material Handling-Painter	1
nternational Sales Manager	1	CNC Vert	 	Janitor	i
Marketing Administrator	1	Handmill Operator/Grinder Operator		Customer Service	
Marketing Manager	- 	Machinist-Apprentice	 _	Customer Service Mgr	1
Regional Sales Manager		CNC Machininst			1
			-	Customer Service Project Engineer	
Regional Sales Manager (Formitt)	2	Machinist-Night-2nd	-	Customer Service Engr	1
Sales Engineer-Formitt	1	Boring Mil Operator		Customer Service Technician	-
Operations Planning		Machinist	~	Customer Service Technician	
Dir. Operations	1	Machinist	~	Customer Service Technician	1
ean Manager	1	Machinist -Working Supervisor- Nights-2nd	_ ~	Customer Service Technician	~
Manager of Manufacturing Scheduling	1	Machinist	-	Customer Service Technician	~-
Production Control Specialist	~	Machinist	~	Customer Service Technician	
roduction Control Specialist	2	CNC Machinist		Customer Service Technician	7
Procurement & Logistics		Boring Mill Operator CNC	 _ -	Spare Parts Admin/Cust Serv Coordinate	1
Dir. Procurement & Logistics	1	Lead Machinist-Nights-2nd	 _ 	Formitt (spinforming)	
Purchasing Agent		Machinist	 	Formitt Metal Labs Mgr	1
Purchasing Agent	2	Machinist-Night-2nd		Production SpcIst/ Working Supr-Night-2nd	1
Purchasing Agent Assistant		CNC Vert - Night-2nd		Export Logistics Admin/Formitt OPs Admin	
					1
hipping & Receiving Specialist		Machinist		135	135
Shipping/Receiving Clerk	11	CNC Vert			
		Machinist-Night-2nd			····
		Grinder Operator			
		Grinder & Mill Operator			
		Machinist	~		
		Machinist-Night-2nd	~		
		CNC Machinist	25		
		Programmer	~		
	1	1	2		
		ICNC programmer Night-2nd			
		CNC programmer Night-2nd Maintenance Technician			
		Maintenance Technician	1		

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