



**LASCO
MANUFACTURING
LIMITED**

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July 28, 2011

Mrs. Marlene Street-Forrest
General Manager
Jamaica Stock Exchange
40 Harbour Street
Kingston

Dear Mrs. Street Forrest:

RE: EXPANSION PLAN

Lasco Manufacturing Limited will be embarking on a Manufacturing Expansion Plan, which will require investment of US\$13 million (J\$1.12 b). It is expected that the payback period, for this project will be four years.

The manufacturing expansion will focus on the relocation and upgrading of the beverage facility; which will allow diversification of its product portfolio. The plan entails the relocation, modernization and expansion of the manufacturing facility to the 25 acres of land at our existing White Marl property, relocation of the bonded warehouse and grouping of raw material warehouses. This will imply building construction and acquisition of new machinery for plant modernization. The additional building capacity will be of around 100k square feet.

The proposed plan will allow Lasco Manufacturing Limited to increase production capacity; and continue improving workflow and efficiency while reducing operational costs. It is anticipated, that once the expansion is completed, the company will be able to continuously increase year on year profitability by capturing new market segments through expansion of the product portfolio and the building of the brand.

Yours respectfully,
LASCO MANUFACTURING LIMITED

A handwritten signature in black ink, appearing to read "Eileen Chin", written in a cursive style.

Eileen Chin, MBA
MANAGING DIRECTOR