



Dear Procurement Department-

October 20, 2008

***** **ANNOUNCEMENT – PATENT ALLOWANCE** *****

It is our pleasure to announce that Modular Security Systems, Inc. (“MSSI”) has been notified of the **Notice of Allowance for U.S. Patent Application 10/992,126**. The patent application is entitled Containerized Access Control Systems (see attachment). We want to ensure our customers that the patent allowance WILL NOT impact our product pricing, product quality or customer service. We remain committed to being a low cost solution for managing access to your sites, and we are dedicated to providing you with exceptional customer service.

As a courtesy, we would like to inform you of our belief that products are being distributed that are apparently covered by the claims of our allowed patent application. Upon issuance of our patent, MSSI intends to enforce its rights against entities we believe to be infringing any issued claims, including manufacturers, sellers and purchasers that use any covered products.

We hope that you find this information to be helpful. If you have questions regarding our products, services or intellectual property, please contact David J. Slagel, Co-President, MSSI 740-532-7822.

MSSI Contact:

David Slagel

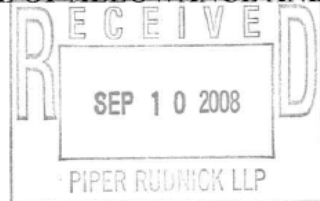
Co-President

Modular Security Systems Inc



NOTICE OF ALLOWANCE AND FEE(S) DUE

47604 7590 09/03/2008
DLA PIPER US LLP
P. O. BOX 9271
RESTON, VA 20195



EXAMINER
KATCHEVES, BASIL S
ART UNIT 3635 PAPER NUMBER
DATE MAILED: 09/03/2008

DOCKETED *ME 9.16.08*
Issue Fee Due 12.3.08

APPLICATION NO.	FILING DATE	FIRST NAMED INVENTOR	ATTORNEY DOCKET NO.	CONFIRMATION NO.
10/992,126	11/19/2004	Robert Rhett Slagel	<u>364776-P0001</u>	7412

TITLE OF INVENTION: CONTAINERIZED ACCESS CONTROL SYSTEM

APPLN. TYPE	SMALL ENTITY	ISSUE FEE DUE	PUBLICATION FEE DUE	PREV. PAID ISSUE FEE	TOTAL FEE(S) DUE	DATE DUE
nonprovisional	YES	\$720	\$300	\$0	\$1020	12/03/2008

THE APPLICATION IDENTIFIED ABOVE HAS BEEN EXAMINED AND IS ALLOWED FOR ISSUANCE AS A PATENT. PROSECUTION ON THE MERITS IS CLOSED. THIS NOTICE OF ALLOWANCE IS NOT A GRANT OF PATENT RIGHTS. THIS APPLICATION IS SUBJECT TO WITHDRAWAL FROM ISSUE AT THE INITIATIVE OF THE OFFICE OR UPON PETITION BY THE APPLICANT. SEE 37 CFR 1.313 AND MPEP 1308.

THE ISSUE FEE AND PUBLICATION FEE (IF REQUIRED) MUST BE PAID WITHIN THREE MONTHS FROM THE MAILING DATE OF THIS NOTICE OR THIS APPLICATION SHALL BE REGARDED AS ABANDONED. THIS STATUTORY PERIOD CANNOT BE EXTENDED. SEE 35 U.S.C. 151. THE ISSUE FEE DUE INDICATED ABOVE DOES NOT REFLECT A CREDIT FOR ANY PREVIOUSLY PAID ISSUE FEE IN THIS APPLICATION. IF AN ISSUE FEE HAS PREVIOUSLY BEEN PAID IN THIS APPLICATION (AS SHOWN ABOVE), THE RETURN OF PART B OF THIS FORM WILL BE CONSIDERED A REQUEST TO REAPPLY THE PREVIOUSLY PAID ISSUE FEE TOWARD THE ISSUE FEE NOW DUE.

HOW TO REPLY TO THIS NOTICE:

I. Review the SMALL ENTITY status shown above.

If the SMALL ENTITY is shown as YES, verify your current SMALL ENTITY status:

- A. If the status is the same, pay the TOTAL FEE(S) DUE shown above.
- B. If the status above is to be removed, check box 5b on Part B - Fee(s) Transmittal and pay the PUBLICATION FEE (if required) and twice the amount of the ISSUE FEE shown above, or

If the SMALL ENTITY is shown as NO:

- A. Pay TOTAL FEE(S) DUE shown above, or
- B. If applicant claimed SMALL ENTITY status before, or is now claiming SMALL ENTITY status, check box 5a on Part B - Fee(s) Transmittal and pay the PUBLICATION FEE (if required) and 1/2 the ISSUE FEE shown above.

II. PART B - FEE(S) TRANSMITTAL, or its equivalent, must be completed and returned to the United States Patent and Trademark Office (USPTO) with your ISSUE FEE and PUBLICATION FEE (if required). If you are charging the fee(s) to your deposit account, section "4b" of Part B - Fee(s) Transmittal should be completed and an extra copy of the form should be submitted. If an equivalent of Part B is filed, a request to reapply a previously paid issue fee must be clearly made, and delays in processing may occur due to the difficulty in recognizing the paper as an equivalent of Part B.

III. All communications regarding this application must give the application number. Please direct all communications prior to issuance to Mail Stop ISSUE FEE unless advised to the contrary.

IMPORTANT REMINDER: Utility patents issuing on applications filed on or after Dec. 12, 1980 may require payment of maintenance fees. It is patentee's responsibility to ensure timely payment of maintenance fees when due.