

1. General Capabilities Statement

Midasco, LLC (hereinafter Midasco) is a leading specialty contractor serving the transportation marketplace in the Mid-Atlantic States. Midasco was originally incorporated in Maryland on August 26, 1982. Originally working as an MBE reinforcing steel installer, Midasco soon expanded its scope of work to include highway signage, lighting, traffic signals and intelligent transportation systems. The later scopes of work now account for one hundred percent of revenues and are the strategic future of the company. In January, 2006 the company was recapitalized to allow original shareholders to exit. The continuing company was incorporated as Midasco, LLC, a Delaware corporation and operates without its original MBE designation. The recapitalization was accomplished with the assistance of Starboard Capital Partners, Main Street Resources and Fifth Street Capital.

The following paragraphs describe Midasco’s organization, general expertise, financial summary, company philosophy, safety philosophy and representative projects listing.

Midasco is actively engaged in transportation contracting in the States of Maryland and Virginia. In addition, we have worked periodically in Pennsylvania, Delaware, North Carolina and the District of Columbia. Its corporate offices are in Elkridge, Maryland, near Baltimore Washington International Airport. Regional offices in Williamsburg and Northern Virginia support the corporate office. Midasco has approximately 115 employees broken down as follows:

Executive	2
Project Managers/Estimators	9
Accounting / Clerical	8
Equipment Management	1
Material Control	1
Operations Managers	6
Field Supervisors	31
Electricians	3
Technicians	2
Operators	12
Laborers	36
Mechanics	4

A state-of-the-industry fleet of equipment supports the employees. The equipment fleet is comprised of over a hundred service trucks, bucket trucks, cranes, trenching machines, backhoes, trailers and other pieces. A carefully crafted strategic vision and sound management practices coordinate the different facets of Midasco into a vibrant team capable of executing complex installation and maintenance projects.

Midasco’s expertise is in the installation and maintenance of signing, lighting, signal, intelligent transportation, electrical and communication systems. For nearly fifteen years, Midasco has performed such contracts for a variety of Federal, State, Municipal and

private owners. In those fifteen years Midasco has migrated its mix of work from primarily small subcontracts to a variety of subcontracts in the one hundred thousand to ten million dollar range. In addition, Midasco has concentrated its efforts on performing prime contracts and is currently performing about half of its work as a prime contractor. The concentration on prime contracts is a result of our ability to successfully manage complex projects.

Midasco has installed and maintained systems of variable message signs, cameras, vehicle detectors, weather stations, highway advisory radios, truck rollover warning systems, call boxes, piezos, traffic data collection stations. Each of the devices and systems that are installed require maintenance until final acceptance. To accomplish this, Midasco technicians are routinely trained by device manufacturers and receive factory-authorized certification to maintain the devices.

In addition, Midasco routinely installs the structures and communication infrastructure to support the devices. Midasco installs its own foundations, poles, structures, trenching, ductbanks, conduits, and handboxes. Midasco installs all manner of control cabinets. Midasco pulls and terminates its own electrical cable. Midasco has installed microwave links, spread spectrum radio, fiber optic and copper cable communication systems. In addition to the installation the entire infrastructure is maintained and warranted until final acceptance. In short, Midasco is uniquely qualified to install and maintain a wide range of intelligent transportation systems.

As it has increased its ability to perform complex projects, so to has Midasco bolstered its financial capability. Revenues have steadily increased, as shown on the following chart of recent annual billings.

Year	Total Annual Revenue (\$ Million)
2004	20.1
2005	25.8
2006	27.0

Primary among our financial partners are our bonding company and bank. Our bonding company provides the bid and performance bonds that are required on certain projects. Midasco operates on a sixty million dollar aggregate bonding program underwritten by CNA Surety. For reference, our bonding agent is Atlantic Risk Management represented by Mary Ann Marbury. She can be reached at 410 / 792-4471. For operating expenses and equipment financing, Midasco maintains separate lines of credit that may be accessed at any time. Our Bank is Mercantile Safe Deposit and Trust Company, represented by Mr. Robert Barclay. He can be reached at 410 / 237-5962. Midasco believes that our banking and bonding relationships are critical to our continued success and places a heavy emphasis on their continued development.

2. Company Philosophy

Mission Statement:

Building Tomorrow's Transportation Systems: Our Direction, Your Safety

Vision Statement

Midasco, LLC will be the premiere specialty infrastructure contractor in the Mid Atlantic region by 2012. We will achieve this by:

- delivering quality projects safely and on time
- creating a company culture that recognizes employees for taking personal responsibility, rewards them for achieving company goals and supports personal growth and development
- developing and maintaining effective working relationships with vendors and subcontractors that share our commitment to the customer
- communicating effectively with, and fulfilling our obligations to, our lending and surety partners
- generating substantial returns to shareholders
- making a positive contribution to the communities in which we operate.

Team philosophy

Teamwork is the ability to work together toward a common vision – in this case, Midasco's mission statement. Midasco's operations involve several scopes of work in various geographic areas. Employees are assigned to projects based on the best fit of experience, skill, location, and workload and each employee is encouraged to take complete ownership of their assignments. While ensuring that each individual's assignment, project or geographic area does its best, we embrace the concept that Midasco is a team and we will succeed or fail as a team.

EEO

Midasco is an Equal Opportunity Employer. As such, we hereby reiterate our commitment to the principles of equal opportunity without regard to such factors as race, color, sex, religion, national origin, age, handicap, and Vietnam era or disabled veteran status. In furtherance of this commitment, it is the policy of Midasco to (1) prohibit discrimination against any employees and applicants for employment based on any of the foregoing factors, (2) prohibit harassment of any kind based on any of the foregoing factors, (3) prohibit retaliation against any employees who have filed complaints of discrimination or harassment, and (4) to provide discipline for any violations of such prohibited conduct. It is also the policy of Midasco to employ only U.S. Citizens and lawfully authorized alien workers. All violations of any these policies are to be reported promptly to the Corporate EEO Officer. Confidentiality will be respected to the utmost extent possible.

Business Ethics and Conduct

The successful business operation and reputation of Midasco is built upon the principles of fair dealing and ethical conduct of our employees. Our reputation for integrity and excellence requires careful observance of the spirit and letter of applicable laws and regulations, as well as a scrupulous regard for the highest standards of conduct and personal integrity.

The continued success of Midasco is dependent upon our customer's trust and we are dedicated to preserving that trust. Employees owe a duty to Midasco, its customers, and shareholders to act in a way that will merit the continued trust and confidence of the public. Midasco will comply with all applicable laws and regulations and expects its directors, officers, managers, and employees to conduct business in accordance with the letter, spirit and intent of all relevant laws and to refrain from any illegal, unlawful, dishonest, or unethical conduct.

3. Safety

Safety Policy

Midasco employees deserve a work environment that is free of accidents. Therefore, Midasco managers shall dedicate themselves to providing an accident free workplace for all employees and subcontractors. Each of us shall, as top priority, take responsibility for eliminating or managing all workplace hazards, for seeking out identification and treatment of all employee injuries regardless of whether or not they are work related, while at the same time, holding employees accountable to acceptable performance standards.

We believe that the management skills, commitment and teamwork required to achieve a zero injury workplace are identical to those required to build an organizationally strong and financially secure company. By striving for zero, we shall not only be meeting our moral obligation, but will be guaranteeing our future success.

Zero Injury Concept

Injuries do occur. However, this is not to say that injuries must occur. Management's top responsibility is to clearly set the expectation that zero is the only acceptable goal. Any other goal sends a dual message that injuries must occur and are, therefore, acceptable. If we accept injuries, it fosters a loss of control and subsequent loss of willingness and ability to significantly impact severity or frequency of occurrence. It is also symptomatic with the attitude: "There was nothing we could have done to prevent this injury."

Alternatively, by accepting only zero injuries, everyone must take responsibility for accident prevention. Symptomatic of this is the attitude: "There is something we could have done to prevent the accident. Let's figure out what it is!" When management

action parallels management desire to accept only zero injuries, all employees will begin to believe that management is serious about safety.

The zero injury concept reflects management's genuine acceptance of personal responsibility for the welfare of our employees. Company management, to determine the causes and ways to prevent such accidents in the future, will investigate all accidents and injuries. Nothing positively impacts the culture of an organization more than the realization that management really cares about and trusts the employees.

4. Contact Information

Midasco's contact person for all matters related to this statement of qualifications is Michael Filipczak. He is responsible for coordinating estimating and project management efforts and will take the lead in any oral presentations, interviews or clarifications that may be required. He has full negotiating authority on behalf of Midasco. Mr. Filipczak's contact information is listed below.

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