

FC-L PRODUCT FAMILY: GREAT TASTING WATER WITH THE ADDED BENEFITS OF LEAD REDUCTION.

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AGENDA

- 1. Health affects of lead on consumers
- 2. Customer problem statement
- 3. Solution
- 4. Value proposition
- 5. Features and benefits
- 6. Fibredyne carbon block
- 7. Pricing and annuity
- 8. Competitive products
- 9. Benefits to channel partners

WHERE LEAD COMES FROM

- Lead in drinking water is primarily from corrosion of plumbing and fixtures that contains lead, for example, lead solder, brass and bronze.
- Buildings prior to 1986 are more likely to have lead in pipes.
- Soft acidic water is more corrosive to lead than hard water.
- Lead is lower in water that flows, higher in stationary water.
- Federal Safe Water Drinking Act (SDWA) action level for lead is 15 ppb.
- EPA estimates that more than 40 million U.S. residents use water "that can contain lead in excess of 15 ppb". Source: EPA (2011). "Lead in Drinking Water."
- International Bottled Water Association (IBWA) and the FDA set lead limits to 5 ppb for bottled water. (Source: IBWA Bottled Water Code of Practice, Dec 2012)

WHERE LEAD COMES FROM

• Consumer Confidence Reports (CCR) do report lead detection levels. Check with the local municipality or go to this link: water.epa.gov/drink/local/index.cfm

• It only shows on our Standard Foodservice Analysis if it exceeds 15 ppb. We do not offer a test for lead.

• There are test strips, titration kits and electronic devices available from numerous

suppliers including Hach.







CONSUMER CONCERNS

What are the Health Effects of Lead?

- Lead can affect almost every organ and system in human body.
- Lead bio-accumulates in the body over time.
- Children six years old and younger are most susceptible to the effects of lead.

Children

- Behavior and learning problems
- Lower IQ and Hyperactivity
- Slowed growth
- Hearing Problems
- Anemia

Pregnant Women

- Reduced growth of the fetus
- Premature birth

Other Adults

- Cardiovascular effects, increased blood pressure and incidence of hypertension
- Decreased kidney function
- Reproductive problems (in both men and women)

Source: EPA

THE SOLUTION

The New Everpure FC-L Cartridge Family

A new family of Everpure-branded - 2015 Line - Lead Reduction Water Filter Cartridges





4FC-L 7FC-L **Lead Reduction**





4FC-LS 7FC-LS

Scale and Lead

Reduction

VALUE PROPOSITIONS

The FC-L products provide a cost-effective solution for restaurants that want to differentiate from their competitors and provide their customers with the extra value of lead reduction in their table water.

The FC-L products provide a cost effective solution for schools & universities and healthcare facilities that are concerned about the safety of their drinking water for their patients and staff.

The FC-L products provide a simple-to-install and maintain, backward compatible, high flow rate lead reducing solution to dealers who want to grow their sales to restaurants that serve premium table water, and education and healthcare facilities concerned about the safety of their drinking water.

FC-L AND FC-LS CARTRIDGES GENERAL FEATURES

- Proprietary Fibredyne™ II technology for superior chlorine reduction and dirt-holding capabilities plus lead reduction.
- Available in 4- and 7-cartridge sizes. 4FC-LS and 7FC-LS provide scale inhibition.
- Lead Reduction using a ceramic media
- ½ micron for cyst protection
- Bacteriostatic
- Balanced cartridge for optimum performance in varying water qualities.
- Backward compatible.
- Certifications:
 - NSF Standard No. 42 Bacteriostatic Effects, Taste and Odor and Chlorine Reduction, and Nominal Particulate Class 1
 - NSF Standard No. 53 Lead Reduction, and Cyst Reduction





FC-L AND FC-LS CAPACITY AND PRICING

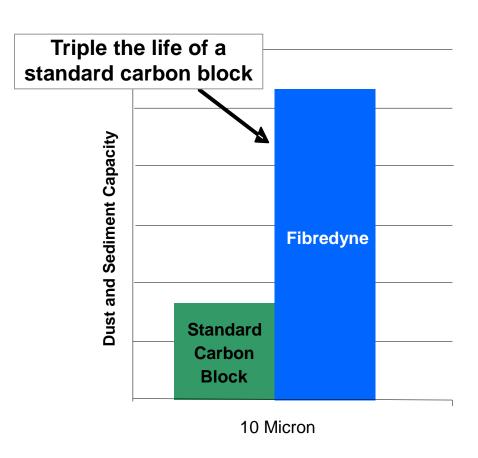
- There are two different capacities listed:
 - Lead reduction only
 - Taste & Odor capacity
- This has a different Fibredyne carbon than standard 7FC, 4FC, 7FC-5 and 4FC-5.

				Lead Reduction Taste and Odor		20	15 List
Part #	Description	Micron	Flow Rate	Capacity*	Capacity**	Pric	e (USD)
EV9693-10	4FC-L Cartridge – 6 PK	0.5	6.8 L (1.8 gpm)	18,548 L (4,900 gal)	37,097 L (9,800 gal)	\$	126.00
EV9693-16	4FC-LS Cartridge – 6 PK	0.5	6.8 L (1.8 gpm)	18,548 L (4,900 gal)	37,097 L (9,800 gal)	\$	132.00
EV9693-40	7FC-L Cartridge – 6 PK	0.5	10.2 L (2.7 gpm)	28,012 L (7,400 gal)	56,024 L (14,800 gal)	\$	143.00
EV9693-46	7FC-LS Cartridge – 6 PK	0.5	10.2 L (2.7 gpm)	28,012 L (7,400 gal)	56,024 L (14,800 gal)	\$	165.00

^{*} NSF listed capacity. ** Everpure tested capacity.

FIBREDYNE CARBON BLOCK

- Technology combines a sediment filter and a carbon block into one unit.
- Holds more sediment than a traditional carbon block.
- Maintains a much lower pressure drop over the life of the cartridge.
- No carbon fines.



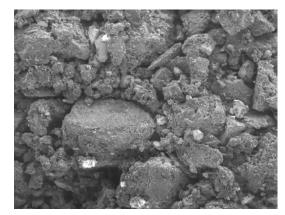
FIBREDYNE versus CONVENTIONAL CARBON BLOCK

Conventional carbon block

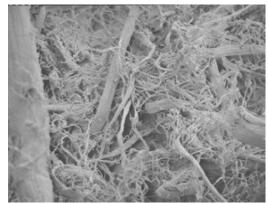
 Carbon and binder are mixed and then forced through an extruder under high temperature



- Slurry is wet molded onto center cores. Unique post-filtration layer is bonded directly to carbon.
- Post-filtration layer "traps" carbon fines.
- Lower density product creates greater void volume which can more easily trap sediment



Conventional Carbon Block



Fibredyne Carbon Block

APPLICATIONS OF FC-L AND FC-LS FAMILY

• "Upscale" Coffee/Tea

 Premium water dispensing (i.e. Crysalli, Natura, Aquahealth, etc.)

 Drinking Fountains at schools, universities, healthcare facilities



COMPETITOR AND EVERPURE SYSTEMS

Manufacturer	Cartridge	Micron	Flow Rate	Capacity				Part.							
			(GPM)	(Gal)	Chlorine	T&O	Sediment .	Class I	Cyst	Lead	TTHM	Asbestos	Bacter.*	Phosphate	Media
Omnipure	ELF-1MP	1.00	1.67	2,500	X	Х	Х		X	X			X	X	Carbon Block w/Ag
Omnipure	ELF-1MLP	1.00	2	3,000	Х	Х	Х		X	Х				х	Carbon Block
Selecto	QC112-CL	0.50	0.5	1,500	Х	X	Х		X	X					NanoSmart Block
3M	160-L	0.20	2.5	6,000	Х	Х	Х	Х	Х	Х					Impact Block
Everpure	4FC-L	0.50	1.8	4,900	Х	Х	Х	Х	Х	Х			Х		Fibredyne w/Ag
Everpure	4FC-LS	0.50	1.8	4,900	Х	Х	Х	Х	Х	Х			Х	х	Fibredyne w/Ag
Everpure	7FC-L	0.50	2.7	7,400	Х	Х	Х	Х	Х	Х			Х		Fibredyne w/Ag
Everpure	7FC-LS	0.50	2.7	7,400	Х	Х	Х	Х	Х	Х			Х	х	Fibredyne w/Ag

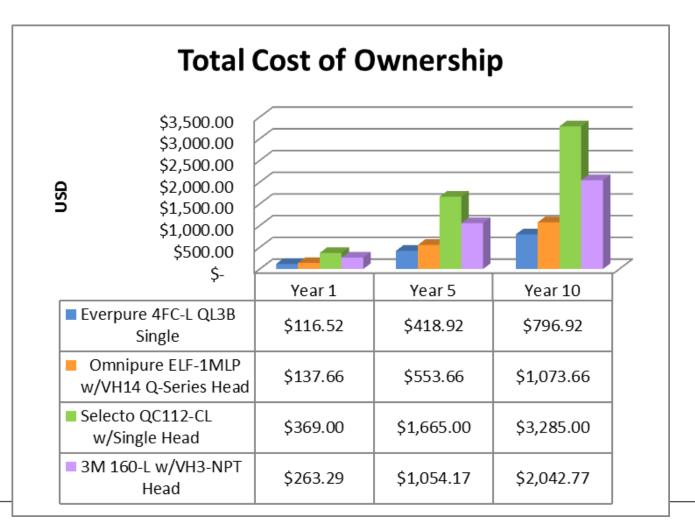
COMPETITIVE COMPARISONS

Manufacturer	Product	Flow Rate	Micron	Size	Capacity	List Price	Price per gallon
Pentair	4FC-L	1.8	0.5	4	4,900	\$126.00	\$0.03
Pentair	4FC-LS	1.8	0.5	4	4,900	\$132.00	\$0.03
Pentair	7FC-L	2.7	0.5	7	7,400	\$143.00	\$0.02
Pentair	7FC-LS	2.7	0.5	7	7,400	\$165.00	\$0.02
Omnipure	ELF-1MP	1.67	1	х	2,500	\$68.99	\$0.03
Omnipure	ELF- 1MLP	2	1	х	3,000	\$77.67	\$0.03
Selecto	QC112- CL	0.5	0.5	×	1,500	\$180.00	\$0.12
3M	160-L	2.5	0.2	x	6,000	\$329.53	\$0.05

[•]FC-L price per gallon better than competition.

COMPETITIVE TOTAL COST OF OWNERSHIP

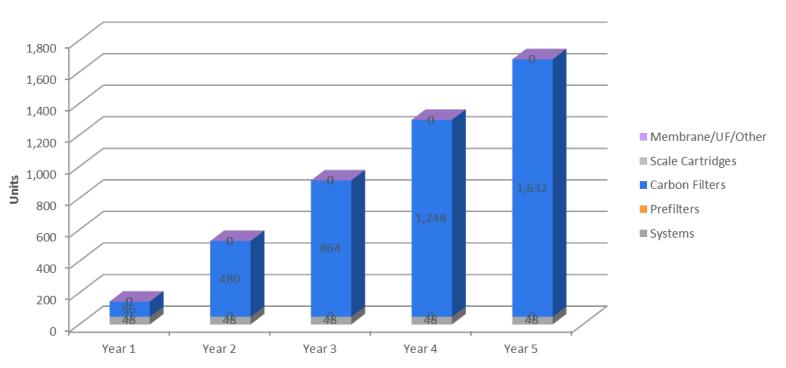
• Based on end user price (est.)



REPLACEMENT SALES FOUR 7FC-L SYSTEMS/MONTH

- Four (4) FC-L systems were sold per month
- 4320 Cartridges total in 5 years, with MD revenue of \$244,944.00.

System and Cartridge Unit Sales Per Year



MARKETING SUPPORT

- Spec Sheets
- I/O guides
- Pentair Library
- Autoquotes





