

February 1, 2005

To: All Customers Who Sell Sun Microsystems Monitor Products in California

Re: Notice Pursuant to Electronic Waste Recycling Act of 2003

Dear Customer:



The California Electronic Waste Recycling Act of 2003, as amended (the "Act"), requires that a waste recycling fee be collected at the point of sale or lease of "covered electronic devices." The funds collected from imposition of the waste recycling fee will be used by the State of California to provide financial relief to collectors and recyclers of covered electronic wastes.

In compliance with Section 42465.3 of the California Public Resources Code and Section 5214.10.1(c) of the California Health and Safety Code, Sun is providing this notification to you as a person which may make a retail sale of certain electronic devices manufactured by Sun. Sun is providing the attached list of "covered electronic devices" manufactured by Sun, which may be subject to the following covered electronic waste recycling fee under the Act.

Under Section 42464 of the Public Resources Code, a "retailer", commencing on and continuing after January 1, 2005, must impose and collect the following waste recycling fees at the time of a "retail sale" of a new or refurbished "covered electronic device":

1. Six dollars (\$6) for each covered electronic device with a screen size of less than 15 inches measured diagonally;
2. Eight dollars (\$8) for each covered electronic device with a screen size greater than or equal to 15 inches but less than 35 inches measured diagonally;
3. Ten dollars (\$10) for each covered electronic device with a screen size greater than or equal to 35 inches measured diagonally.

Fees collected by, or paid on behalf of a consumer by, a retailer must be remitted to the State of California pursuant to the Act.

This letter is intended for notification purposes only and is not intended, and should not be construed as, any admission by Sun or legal advice. Sun is not providing any legal consultation regarding the Act and strongly encourages you to consult with appropriate professionals or the State of California Department of Toxic Substances Control or the Integrated Waste Management Board to determine the applicability of the Act to your business and to ascertain specific responsibilities of a "retailer" under the Act. The full text of the Act can be accessed at the following URL:

<http://www.ciwmb.ca.gov/Electronics/Act2003/>

To assist with any obligation you may have under the Act to provide recycling information to your consumers, Sun has made information describing where and how to return, recycle, and dispose of covered electronic devices available at the following Web site: <http://www.sun.com/aboutsun/ehs/sb50.html>.

We appreciate your diligence in complying with the Act.