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SMS Technologies and Its Parent Company SGC Announces The Acquisition of TotalEMS

SAN DIEGO, Calif. – December 14, 2003 – SMS Technologies, Inc. and its parent company Spectragraphics Corporation announced today it has signed a definitive agreement to acquire TotalEMS, LLC of Logansport, Indiana. This move forms the second division serving the outsourced electronics manufacturing services (EMS) sector. TotalEMS will operate under the name of Total Electronics LLC once the agreement closes by the end of the year.

Bob Blumberg, CEO of SGC and SMS Technologies said, “Our team has spent the last year looking at various acquisition possibilities with the goal of broadening our target market, increasing our customer base and expanding our geographic reach. It was also important to find a strong management team that can help us build a significant company in the EMS arena. We were very pleased to find such an excellent strategic fit with Total Electronics.” SMS Technologies primarily serves the medical, telecom, computer, aerospace and military segments.

“Total Electronics has a strong presence in the automotive, industrial, HVAC, security and memory module markets with customers located mostly in the Midwest. This coverage nicely complements the markets served by its sister division, SMS Technologies”, said John Yerger, President of Total Electronics.

Both firms have an excellent reputation for on-time delivery of quality products to exacting specifications in their respective markets. This acquisition forms a combined company of over 300 employees with active manufacturing operations in California, Indiana and Reynosa Mexico (near McAllen, TX). The two divisions will continue to serve their current customers without disruption and retain their regional customer ties. The two firms will operate independently as wholly owned subsidiaries. Additionally, the two divisions will share resources and technology to increase their competitive presence and increase customer confidence, especially with large corporations. No change in management for either firm is planned. Price and terms were not disclosed.

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About SMS Technologies

SMS Technologies (www.smstech.com) is an electronics contract manufacturer that is ISO 9001:2000 and AS9100 certified, IPC compliant and COMSEC approved. AS9100, while being inclusive of all the ISO 9001:2000 elements covers the requirements of the aviation industry. The company has been delivering PC board assembly and test, box build and fulfillment services to both large and small customers for over 12 years. SMS has built over 1.5 million boards from 2260 different prototype designs and 5641 unique production designs over the same period of time. Whether it is a low volume prototype or high volume production run, SMS assembles and tests boards to meet demanding delivery schedules. Product designs can use the latest SMT, BGA, μ BGA, CGA or Flip Chip technologies on digital, analog or RF boards. SMS is also approved to assemble COMSEC devices. The company offers a full range of testing services, including test program development. Extensive testing capabilities include in-circuit, functional, flying probe, Corelis boundary scan and Environmental Stress Screening (ESS).

Major OEMs like Titan, Raytheon, Goodrich/JcAIR, SPAWAR, Viasat, L3, HP Compaq, IBM, CardioNet, Pulmonetic Systems, Powerware, Iteris/Odetics, Nellcor Puritan Bennett and Tyco Healthcare have all formally audited and approved SMS as their trusted outsourced manufacturing partner for electronic contract manufacturing. SMS serves companies in seven industries -- telecommunications, computers & peripherals, military, medical, automotive, industrial and consumer.

About Total Electronics

Total Electronics (www.totalems.com) provides electronic printed circuit board assembly and test services primarily for the automotive and industrial markets. The company was founded in March of 2002 with a team that has over 25 years experience with its customer base and hundreds of man-years of experience in the EMS area. Total Electronics is private and closely held. It operates in a 70,000 sq. ft. facility in Logansport, Indiana and a facility in Reynosa, Mexico. Total Electronics has ISO 9001: 2000 and QS9000 certified operations. QS9000 includes all of the ISO 9001:2000 elements plus prescribed activities set forth by the Automotive Industry Action group (AIAG) which is a joint venture of General Motors, Ford and Daimler/Chrysler.

Total Electronics produces SMT assemblies including advanced technologies such as BGA, μ BGA, and RF, as well as box build and cable manufacturing. In addition, Total Electronics provides test development and design-for-manufacturing services. Major customers include General Motors, Delphi Delco, CEI, The Trane Company, Brunswick, Dover Industries, Landis & Gyr (Siemens), LSI, Valeo, and Bombardier.

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