

## ~ Sino-Consulting, Inc. ~

#### Philadelphia, November 15, 2006

SCI is pleased to announce that after four trips to Wuxi (near Shanghai) in 2006, we have successfully helped our client K-Tron International to close its strategic acquisition of Wuxi Chenghao Machinery Co., Ltd., a high quality, privately owned feeder manufacturer. This acquisition forms the basis of a K-Tron WFOE in Wuxi. After months of asset valuation, due diligence and negotiations, the "Asset Sale & Purchase Agreement" was successfully signed at the beautiful Wuxi Taihu Hotel on Nov. 1, 2006 during our most recent China trip. Mr. Shiqiang gu, Vice President and Chief Operating Officer, was the lead consultant to K-Tron throughout the acquisition process. Lukas Guenthardt, SVP of K-Tron, said simply, "I can tell you that this deal would not have been possible without Mr. Gu. This is something we all agree on." We are pleased to share the NYSE news release below.

K-Tron to Establish a Subsidiary in the People's Republic of China By Acquiring Certain Assets of Wuxi Chenghao Machinery Co., Ltd.

Wednesday November 1, 8:58 AM EST

PITMAN, N.J., Nov 01, 2006 /PRNewswire-FirstCall via COMTEX/ -- K-Tron International, Inc. (KTII) today announced the signing of a definitive agreement to acquire certain assets of Wuxi Chenghao Machinery Co., Ltd. ("Wuxi Chenghao"). Wuxi Chenghao is a privately held company and is one of the leading feeder and ancillary equipment manufacturers for the plastics compounding and injection industries in the People's Republic of China (the "PRC"). The total cost of the transaction over a five-year period, including the purchase price and payments under related employment and other arrangements with Wuxi Chenghao's current owner, could be as much as approximately \$3.5 million. The acquisition is expected to close early in 2007 and is subject to various closing conditions, including certain required governmental approvals in the PRC.

Wuxi Chenghao is located in Luoshe Key Open Industrial Park, Wuxi City, in the Huishan district of Jiangsu province, approximately 60 miles west of Shanghai. The company designs, manufactures, markets and services volumetric and gravimetric single and twin screw feeders and controls, vibratory trays, pelletizers and pneumatic screen changers for use in plastics compounding and injection molding processes. Wuxi Chenghao, with approximately 60 employees, was founded in 2002 and has established a leading position in the domestic PRC market for industrial feeders. K-Tron expects to obtain approval to form a Wholly-Foreign Owned Entity ("WFOE") under PRC laws which will purchase certain assets from Wuxi Chenghao and serve as the entity to conduct the business following the closing.

Wuxi Chenghao's top management is expected to join the WFOE following the completion of the transaction, including the current owner and <u>General Manager</u>, Mr. Wang Hongliang. Kevin Bowen, Senior Vice President of K-Tron responsible for its process equipment business line, will serve as Chairman of the Board of the WFOE and will have operating responsibility for this venture.

Commenting on the acquisition, K-Tron Chairman and <u>Chief Executive Officer</u> Edward B. Cloues, II, said, "The acquisition of Wuxi Chenghao will be a major step forward in



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K-Tron's strategic plan to expand our global leadership position in feeding and pneumatic conveying equipment for difficult-to-handle materials. K-Tron has served the upper-tier PRC market for many years by selling this equipment primarily to multinational end users through resellers in Europe and the United States, through independent representatives in the PRC and by providing support through our Representative Office in Shanghai which we established in 1996. The domestic PRC market for plastics processing equipment is growing at double-digit rates, and this acquisition will enable us to address the domestic customer base with products designed and manufactured in the PRC and sold in local currency."

Added Kevin Bowen, "This is an exciting expansion of K-Tron's process equipment business line. The PRC has developed into a leading area for base- resin manufacturing and plastics compounding, which are core markets for our feeders and pneumatic conveying equipment. This transaction will significantly increase our presence in the PRC and allow us to take advantage of domestic manufacturing and labor efficiencies. And with Mr. Wang, his management team and the employees of Wuxi Chenghao continuing to operate the business, we will immediately benefit from established and credible customer relationships and supply chain processes. We already have a manager from our U.S. operations working with Wuxi Chenghao's management on site to assure a smooth transition once the new WFOE becomes operational."

K-Tron International, Inc. and its subsidiaries design, produce, market and service material handling equipment and systems for a wide variety of industrial markets. The Company has manufacturing facilities in the United States, <u>Switzerland</u> and the United Kingdom, and its equipment is sold throughout the world.

This news release contains statements that are or may be deemed forward-looking relating to the acquisition of assets of Wuxi Chenghao and the related formation of a WFOE, including the expected time of closing, the expected approval by PRC authorities of the Company's formation of a WFOE, the retention of top management of Wuxi Chenghao, its and the Company's future prospects and opportunities and related matters, which statements involve a number of risks and uncertainties. Important factors that could cause actual results to differ materially from those indicated or suggested by such forward-looking statements include the possibility of delays in the receipt of PRC governmental approvals, the refusal to grant such approvals, a decision by some or all of top management of Wuxi Chenghao not to join the WFOE and the possibility that future economic and business conditions in the PRC will be less favorable than the Company currently expects. Recipients of this news release are cautioned to consider these risks and uncertainties and to not place undue reliance on the forward-looking statements contained herein. Except as required by applicable securities laws, the Company does not intend to update its forward-looking statements."

Sino-Consulting, Inc. (SCI) provides turnkey sales, sourcing and production solutions in China for Western companies. Headquartered near Philadelphia, SCI has three offices in China, as well as a full service rep office in Tianjin in alliance the Science & Technology Commission, and business networks throughout the country. Clients include Pennsylvania Crusher, Waukesha Bearings, Kodak, Alcatel, Unisys, Sanyo, Teleflex, M&C Specialties, Orcon, DelStar, Lonza, Sartomer, PQ, Wasik, Procon, CFC and numerous other companies. We have successfully completed some 400 projects for about 90 companies.



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For more information about SCI's scope of business and our value-added services please call Mr. Gu at 610.828.8061, or Timothy Weckesser, president & CEO, and 610.828.8060. Our website is <a href="https://www.s-c-i.com">www.s-c-i.com</a>.

Sincerely, Timothy Weckesser, President & CEO Sino-Consulting, Inc. One Tower Bridge 100 Front Street, Suite 1460 West Conshohocken, PA 19428 USA

#### www.s-c-i.com

610.828.8060 610.828.8801 (fax)