

HENRY CALVIN FABRICS ♦ (415) 565-1950 ♦ FAX (415) 431-1953

290 Division Street • San Francisco, California 94103

August 10, 1994

Mr. Steve Hagen
PDF Systems, Inc.
363 Seventh Avenue
New York, N.Y. 10001

Dear Steve:

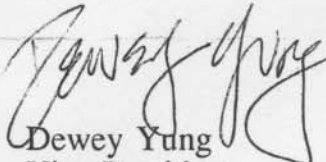
Back in January 1992, we started a search for a superior accounting system to replace our 12 year old system. Since then, we have evaluated several different accounting packages.

Based on our extensive analysis of each system, we are happy to inform you that we have selected PDF Systems, Inc. as our new accounting software vendor. It was the rich features offered only in your software for our industry, your knowledge of the industry, and your references that convinced us to select your system.

Please forward all necessary paperwork required to proceed with the installation. We have a target date of December 1, 1994 to go "live". We are looking forward to working with you.

Sincerely,

HENRY CALVIN FABRICS


Dewey Yung
Vice President