



D&S Diversified Technologies LLP

Headmaster LLP

3310 McHugh Ln
Helena, MT 59602
(800)-393-8664
hdmaster@hdmaster.com

Innovative, quality technology solutions
throughout the United States
since 1985.

December 19, 2007

Contact

School Name

School Address

City, State Zip code

Dear client,

It is with regret that we inform you we are exiting the school administrative software business at the end of the 2007-2008 school year. It is no longer economically feasible to sustain Headmaster GOLD© and Grademaster PLATINUM©, as development demands placed on us by outside forces we cannot control make it cost and time prohibitive to do so. Therefore, we have chosen to focus our talented staff and resources on facets of our business with a brighter future.

We will continue to provide the support and updates we pledged until June 30, 2008 and so as not to place undo burden on schools that have been valued customers, some for over twenty years, we will allow you to use the complete suite of administrative tools "as is" for as long as you like for no cost. You may still receive support after June 30th, 2008, if desired, for our current support fee of \$75/hr with a minimum of one-half (1/2) hour. Also, after that time, if you have a need for software upgrades for Headmaster GOLD© or Grademaster PLATINUM© we would consider contracting to provide any requested upgrades at our current programming fee of \$150/hour with a minimum of one hour. Perhaps a consortium of users with pooled resources could mitigate costs for schools desiring continued product enhancements. We would be glad to share a list of the current users with anyone interested in establishing a consortium.

We will continue to maintain our Progressontheweb Internet server for as long as we have users that wish to use that service. Support and requested upgrades for Progressontheweb will be available at the same rates as outlined in the previous paragraph. Server maintenance, Internet band width, rack rental space, data storage space, etc for Progressontheweb will require a yearly fee of \$750 or \$90 per month for those desiring to continue posting grades on the web.

We feel we have made great friends in this business since 1985, making this a very difficult personal decision. We wish you all the best as you continue to provide the best education on the planet!

Sincerely,

Ben Schmitt
General Partner
benschmitt@bresnan.net