

For Immediate Release

Phillips Plastics Announces \$10 Million Dollar Medical Device Manufacturing Expansion

Menomonie, WI - June 24, 2007 – Phillips Plastics Corporation announced today plans to invest \$10 million dollars into the company's medical device manufacturing operations within the next 12 months to accommodate increased business. The expansion will include the addition of approximately 25,000 square feet consisting of a new class 10,000 clean room, an additional tool room and tool storage, raw material storage and improved material handling systems, as well as production offices. It is estimated that the number of people supporting Phillips' medical campus in Menomonie, Wisconsin will grow from 225 to 300 with this addition.

"We've come a long way in the past decade, evolving from a component supplier for this industry to becoming a complete medical device manufacturer," said Brad Wucherpfennig, President and COO of Phillips Plastics. "Today we serve 13 of the top 40 medical OEM's in the nation with complete services from industrial design through high volume clean room manufacturing, drug packaging and distribution. As an FDA-registered drug manufacturer/packager, more and more medical device and pharmaceutical companies are turning to Phillips and this expansion will allow us to provide even better single-source service for our customers."

About Phillips Plastics

Phillips Plastics Corporation is a high-tech custom injection molder of plastic and metal with annual sales of over \$250 million. The Company employs 1,600 people in 15 locations throughout the United States, including design centers in Wisconsin and California, and a medical campus with 176,000 square feet of FDA registered facilities dedicated to high volume medical and clean room manufacturing. The company's

medical operations are cGMP compliant and registered to 21 CFR parts 820, 210, and 211. Phillips Plastics provides complete services from concept design, rapid prototyping, and tooling through production, assembly, packaging and distribution to virtually every market.

Contact:

Leslie Lagerstrom
Director of Marketing
715.262.8000
leslie.lagerstrom@phillipsplastics.com
www.phillipsplastics.com