



3006 Longhorn Blvd., Suite 107, Austin, TX 78758
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September 2, 2010

Dear Shareholders,

We invite you to join us this year at our annual meeting at 10 a.m. on October 5, 2010 at Maggiano's Little Italy, 10910 Domain II Drive, Suite 100, Austin, TX 78756 to hear about the progress of our business and address questions directly to the management team. This year's meeting will also include an open house at our facility immediately following the meeting. We encourage all of you that have never been to visit the Company to spend the time and energy to come and see us.

We have reserved a block of hotel rooms at the The Westin Austin at the Domain, 11301 Domain Drive, Austin, TX 78758. Rooms are \$145.00 per night and are reserved under the name "ANI Annual Meeting". To book one of these rooms you must call the Westin at 512-832-4197 before 9/27.

If you have any questions please feel free to contact me at dbaker@ameritech.net.

Sincerely,
Douglas Baker
Chief Executive Officer
Applied Nanotech Holdings, Inc.