



Teco a. s.

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The declaration about Teco a.s. relation to the INELSII system.

Kolín 24.june 2011

Because Teco a.s. received the testimony of agreement about using the INELS trade mark, feels to be obliged to issue following declaration to inform professionals, end customers and the public about the state of affairs and especially about the future development of intelligent control systems for building automation based on its own products.

The system INELS II was developed based on the agreement between Teco a.s. and ELKO EP in 2007, as common product of the both companies i.e.:

- With the CPU based on TECOMAT PLC - FOXTROT.
- With the CIB - two wire installation bus compatible with the FOXTROT including the firmware in each module of INELSII family and with all rights to this bus on side of Teco a.s.
- With the configuration and setting tool IDM with integrated SoftPLC - Tecomat, which Teco developed for the INELS II and keeps the updates.
- CPU modules and master CIB bus of INELS will be manufactured by Teco a.s. and supplied to ELKO EP, peripheral modules will be manufactured by ELKO EP and supplied to Teco a.s. to enable both companies to offer and to sell the common product as a system.
- Both companies will sell the product with INELS Trademark supposing each company will declare it as the common product.
- For the continuous development of the system companies signed the Appendix of the agreement with the rules and conditions of the common development.

Because:

- From the side of ELKO EP articles and conditions of the Appendix of the agreement about INELS II development has never been fulfilled,
- ELKO EP do not declared in any printed matter INELS II as a common product,
- ELKO EP introduced on the market several modules not developed according the agreement and in contradictory to copyrights, even if Teco a.s. made several helpful interventions and offers,
- Teco a.s. recognized no technical and system influence on development of modules assigned under the INELS brand by ELKO EP,
- In May 2011 ELKO EP denounced the agreement about using INELS trademark so made impossible for Teco to return the investment inserted into the common product.
- In May 2001 ELKO EP pointed out Teco a.s. that using the name IDM for the INELSII configuration tool, which is developed and maintained by Teco for INELSII, is trespassing rights of ELKO EP. ELKO EP registered this trademark in breach of the contract, i.e. without the prior knowledge of Teco a.s.

Teco a.s. guided by its basic mission to supply customers with long-compatible, stable, reliable and continuously developed solutions of automation tasks, adopted the following steps:

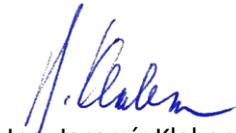
- Teco a.s. developed the full range of CIB modules under its CFox trademark. The CIB bus principles are protected by registration. The CFox modules are compatible with INELSII modules and can be combined.
- Teco a.s. will continue on development and upgrading the configuration tool. Teco a.s. will not use IDM anymore not to violate the rights of ELKO EP. It will use the new name FoxTool.

- The new central module Foxtrot CP-1000 was developed, being compatible with the MOSAIC programming as well configuring in FoxTool (former IDM).
- In FOXTROT system the RFox wireless modules can be used already. In near future they will be included into configuring FoxTool as well.
- Teco a.s. guarantees the continuous development of the intelligent installation system for building automation with its own trademark FOXTROT and with the trademark CFox for CIB bus modules and trademark RFox for wireless modules.
- Teco a.s. continuously provide the full technical support , trainings for designers, programmers, installation companies and system integrators.

Teco a.s. declares as well:

- Teco a.s. has no relation with any modules which was introduced under INELS system individually by ELKO EP after the 1.January 2009.
- Products which are not part of MOSAIC and FoxTool are not validated for CIB bus. They were introduced without Teco approval and violates copyrights of Teco a.s. for CIB.
- Any other attempt to connect other new modules on the CIB bus, using CIB masters other than included one in Teco a.s. documentation or any attempt to develop other equipment compatible with CIB without prior permission of Teco will be the violation of Teco a.s. copyrights with all legal consequences.

On behalf of Teco a.s. Board



Ing. Jaromír Klaban
Member of the Board