



August 3, 2011

Dear Fellow Stockholder,

I am writing to advise you about certain recent developments affecting Spectra Systems Corporation (the "Company"). The Company has recently completed: (i) an offshore public offering of its Common Stock; and (ii) the listing of the Company's Common Stock on the AIM of the London Stock Exchange ("AIM"). Additionally, as a result of the completion of the Company's public offering in the U.K., all of the Company's outstanding shares of Preferred Stock automatically converted into shares of the Company's Common Stock. Due to securities law requirements, we were prohibited from previously disclosing this information to you.

The Company successfully completed a public offering of its Common Stock and began trading on AIM on Monday, July 25th, 2011. The offering generated gross proceeds of £14,000,000 and 18,592,320 new shares of the Company's Common Stock were sold to non-US Persons pursuant to Regulation S, promulgated under the Securities Act of 1933, as amended from time to time. Upon successful completion of the public offering, and in accordance with Article FOURTH of the Company's Tenth Amended and Restated Certificate of Incorporation (the "Charter"), all of the Company's outstanding shares of Preferred Stock were automatically converted into shares of the Company's Common Stock, \$0.01 par value per share ("Common Stock"), as of July 25th, 2011. As a result, those shares of the Company's Preferred Stock that you held immediately prior to the public offering were converted as described and set forth on the attached Schedule 1.

Any and all outstanding stock certificates representing the Company's Preferred Stock are no longer valid, and represent only the right to receive a stock certificate for the shares of Common Stock into which they have been converted.



In connection with the public offering and AIM listing, the Company has engaged Computershare Investor Services (Jersey) Limited ("Computershare") as its new registrar and has adopted a new form of Common Stock certificate. Consequently, we ask that you please return to the Company all stock certificates representing shares of Preferred and Common Stock of the Company previously issued and registered to you. Upon receipt of such stock certificates and completion of any necessary verification, the Company will coordinate with Computershare to provide to you new stock certificates representing your post-offering shares of the Company's Common Stock. In the event that the original stock certificate(s) representing shares of the Company's Common and/or Preferred Stock held by you have been lost, destroyed or mutilated, please complete for each such stock certificate a lost stock certificate affidavit and agreement in the form attached as Exhibit A and return such completed affidavit(s) to the Company.

Thank you for your support of the Company. We are pleased to have raised a substantial amount of new capital and to have provided our shareholders with potential liquidity through the AIM of the London Stock Exchange.

Kind regards,

A handwritten signature in black ink, appearing to read "Nabil M. Lawandy". The signature is written in a cursive style and extends downwards and to the right, crossing over the printed name below it.

Nabil M. Lawandy
President and CEO

Exhibit A

LOST STOCK CERTIFICATE AFFIDAVIT AND AGREEMENT

Affiant, _____, residing at _____, being first duly sworn states that:

1. Affiant is the lawful owner and is entitled to possession of Stock Certificate No. _____ (the "Lost Stock Certificate") representing _____ shares of the preferred stock, \$0.01 par value, of Spectra Systems Corporation, a Delaware corporation (the "Corporation").

2. Said Lost Stock Certificate became lost under the following circumstances:

3. Neither said Lost Stock Certificate nor the rights of affiant in said Lost Stock Certificate have, in whole or in part, been cashed, negotiated, sold, assigned, transferred, hypothecated, pledged or deposited under any agreement, or otherwise disposed of; and to the knowledge of affiant no claim of right, title or interest adverse to affiant in or to said Lost Stock Certificate has been made or advanced by any person.

4. Affiant has made or caused to be made diligent search for said Lost Stock Certificate and has been unable to find or recover the same. Affiant, for himself, his heirs, assigns, personal representatives and all those claiming through and under him, hereby agrees to surrender immediately to the Corporation said Lost Stock Certificate for cancellation should such Lost Stock Certificate at any time hereafter come into the hands, custody or power of affiant.

5. Affiant hereby agrees, for himself, his heirs, assigns and personal representatives to indemnify, protect and save harmless, as a continuing obligation under which successive recoveries may be had, the Corporation and each member of its Board of Directors, jointly and severally, from and against all loss, costs, and damages, including court costs and reasonable attorneys' fees, to which they may be subject or liable for in respect of the Lost Stock Certificate.

Signed, sealed and delivered by affiant, this ____ day of _____, 2011.

Name:
Stockholder

_____)

) ss.

County of _____)

On this ____ day of _____, 2011, before me personally appeared _____, to me known and known to me to be the individual described in and who executed the foregoing instrument, and, being by me duly sworn, did depose and say that the statements therein contained are true.

Notary Public

My Commission Expires: _____

Schedule 1

[To be completed and tailored per stockholder.]