



Dear Scherer Bros. Customer:

I want to inform you of an important announcement that Scherer Bros. will make today. As of December 30, we will close our yard in Northeast Minneapolis. Building materials and services now located in Minneapolis will be found at our other three retail sites in Arden Hills, Hopkins and Shakopee. Millwork and specialty products will be relocated to New Hope, and interior doors and window service will be moved to our Champlin facility.

Scherer Bros. remains fully committed to providing the products and services you need and expect. We are still very much in business – and we will serve you for many years to come.

The deep historic roots of our Minneapolis location have made this decision especially difficult. It was here nearly 80 years ago that our family cut lumber from logs that were pulled from the Mississippi. Since then, three generations of Scherers have taken great pride in supplying the very best products and services to Twin Cities builders, remodelers and homeowners.

Like many of you have come to know, the sharp decline in the building and remodeling markets has led Scherer Bros. to make many adjustments and to examine long-held assumptions over the past few years. By consolidating our locations, we are confident we will continue to provide you great service while achieving efficiencies and reducing our costs. In addition, there is a possibility that we may be able to sell our property on the Mississippi River. The Minneapolis Park Board has expressed interest in the site. In view of our business activity levels, we decided that the time is right to pursue the possibility of a sale.

You can be confident that through this transition and beyond, we will remain true to our heritage – to being the area's most reliable building material supplier. Please contact me directly if you have questions or would like to discuss our decision and its impact on you.

Thank you for your support and understanding – and for the opportunity to continue to be your building partner.

Highest Regards,

A handwritten signature in blue ink, appearing to read 'Peter Scherer', is written in a cursive style.

Peter Scherer  
CEO  
Scherer Bros. Lumber Co.  
(612) 627-0890