

DISTRIBUTION OF COHESANT INC COMMON STOCK
COHESANT TECHNOLOGIES INC. STOCKHOLDER TAX BASIS INFORMATION

If you did not receive the Distribution (as defined below) of shares of Common Stock of Cohesant Inc. ("COHY") on February 27, 2008, you may disregard this notice. Additionally, this notice does not apply to shares of Cohesant Technologies Inc. ("Cohesant") sold, exchanged or otherwise disposed of prior to the time of the Distribution.

On February 27, 2008 ("Distribution Date"), Cohesant distributed (the "Distribution") its outstanding shares of Common Stock of COHY to the holders of record of Cohesant common stock that was issued and outstanding as of 5:00 p.m., Eastern Time on February 26, 2008 (each a "Cohesant Shareholder"). The Distribution was one share of COHY stock for each Cohesant share owned. The Distribution occurred immediately prior to the merger of Cohesant with a wholly-owned subsidiary of Graco Inc. (the "Merger"), wherein each Cohesant share was converted into the right to receive \$9.43 cash.

Cohesant's financial advisor, Western Reserve Partners LLC, determined that the fair market value of COHY for federal income tax purposes as of the Distribution Date was \$4,160,000. Based on the 3,460,357 COHY shares distributed, the foregoing equates to \$1.20 per share.

In general, the Distribution should be treated as dividend income to the extent of Cohesant's current or accumulated earnings and profits (as determined under U.S. federal income tax principles and as of the Distribution Date) and to the extent that the amount of the Distribution exceeded Cohesant's current or accumulated earnings and profits, the excess should be treated as a tax-free return of the stockholder's tax basis in its Cohesant shares until such basis is reduced to zero; and thereafter should be treated as gain from the sale of such stock. As a consequence, such excess distribution reduces the stockholder's tax basis in its Cohesant common stock for purposes of computing the stockholder's gain or loss from the receipt of cash pursuant to the Merger.

Cohesant has determined that the fair market value of COHY exceeded Cohesant's current or accumulated earnings and profits. Accordingly, for most stockholders, 58.33% of the Distribution, or \$0.70 per share, should be treated as dividend income with the balance (41.67% or \$0.50 per share) treated as a return of capital reducing such stockholder's basis in its Cohesant's stock. If a stockholder's basis was below \$0.50 per share, the excess, after the reduction in basis to zero, will be treated as a gain from the sale of such stock.

The following is an example of how the Distribution would be applied:

Assumptions:

Shares of Cohesant common stock owned	1,000
Tax Basis in the Cohesant common stock (\$4.00 per share)	\$ 4,000
Shares of COHY received in the Distribution	1,000

Amount of Dividend & Tax Basis Allocation:

Dividend Income	\$ 700
Tax free return of capital on Cohesant stock (\$.50 per share)	\$ 500
Tax Basis in COHY shares received in Distribution (\$1.20 per share)	\$ 1,200
Tax Basis in Cohesant Shares after Reduction (\$3.50 per share)	\$ 3,500

Each stockholder should receive a Form 1099-Div prior to January 31, 2009 with respect to the Distribution.

As noted in the Proxy Statement/Information Statement distributed to the stockholders of Cohesant last February, the Internal Revenue Service is not bound by the valuation of Cohesant Inc determined by Western Reserve Partners and no assurances exist that the IRS will concur with its determination.

Further, the information in this document does not constitute tax advice and is not intended or written to be used, and cannot be used, for the purposes of avoiding penalties under the Internal Revenue Code. It does not purport to be complete or to describe the consequences that apply to particular categories of Cohesant stockholders. Cohesant stockholders are encouraged to consult with their tax advisors for questions on their own specific federal, state and local tax positions.