

# The Depository Trust Company

# IMPORTANT

**B#:** 1277

**DATE:** January 19, 2001

**TO:** All Participants

**CATEGORY:** Dividends

**FROM:** Nilesh Desai, Supervisor, Dividend Department

**ATTENTION:** Dividend Managers, Cashiers & Reorganization Managers

**SUBJECT:** Warrants: Innovative Coatings Corporation Common  
CUSIP#: 45769G100 Warrants Contra CUSIP#: 45769G993  
R/D: 12/22/2000 Expires: 1/31/2001  
(5:00 P.M. Atlanta Georgia time) Rate: 50%

\*\*\*\*\*WARNING TIME CRITICAL\*\*\*\*\*

Innovative Coatings Corporation (the "Company") is hereby issuing to holders of the Company's common shares of record at the close of business on December 22, 2000 (the "Record Date") transferable warrants (the "Warrants"), to subscribe for common shares ("Common Shares"). Each holder of Common Shares is entitled to receive one Warrant for every two shares held.

The Depository Trust Company ("DTC") credited warrants to participants' accounts on January 18, 2001.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY (DIVA) FUNCTION, SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY AND PAYMENT INFORMATION.

**IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS CODE 60) FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND SALE OF THE WARRANTS WHICH WILL BE AVAILABLE SHORTLY.**

**If participants have any questions concerning this Important Notice, please contact Mr. Michael Jucciarone or Neil Drepaul of DTC's Dividend Department at (212) 855-4528/4532.**

If participants have any questions regarding the offering, they may contact the Chairman of the Board of Directors of the Company Don Sigler at (770) 329-6204.