



May 6, 2010

Re: **URGENT: RECALL**

Dear Sirs or Madams:

The purpose of this letter is to inform you of a recall involving (see enclosed labeling examples):

Model 78050 18 Gauge PD Access Vascular Access Device
Model 78060 Extended 18 Gauge PD Access Vascular Access Device
Model 75010 18 Gauge SmartNeedle Vascular Access Devices
with Expiration Dates Between May-2010 and March-2015

This recall is being initiated due to a potential for the packaging of the device to become damaged potentially compromising the sterility of the product. Use of a non-sterile product increases risk of patient infection. We began shipping the affected product in May 2005.

Immediately examine your inventory and quarantine product subject to recall. In addition, if you have further distributed this product, please identify your customers and notify them at once of this product recall. Your notification to your customers may be enhanced by including a copy of this letter.

If your facility has not already received a return authorization, please immediately contact our Customer Service group at **800-676-0043** to coordinate return of all affected product to Escalon Vascular Access. Returned product will be repackaged in an appropriate configuration that will prevent any potential packaging defect, re-sterilized, and returned to you within approximately 3 weeks.

We truly apologize for the inconvenience this may cause your facility and will do everything we can to ensure that your product is reprocessed as quickly as possible. In the meantime, Vascular Solutions, Inc. has acquired the PD Access and SmartNeedle products effective April 30, 2010, and you may be able to order additional quantities of these products directly from them at 888-240-6001.

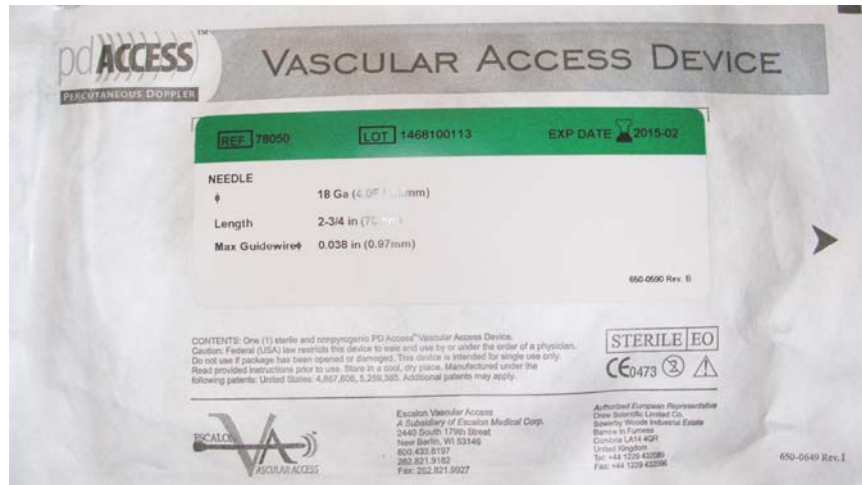
This recall should be carried out to the user level. Your assistance is appreciated and necessary to prevent increased risk of patient infection.

Please feel free to contact our Customer Service group at **800-676-0043** should there be any questions or concerns. This recall is being made with the knowledge of the Food and Drug Administration.

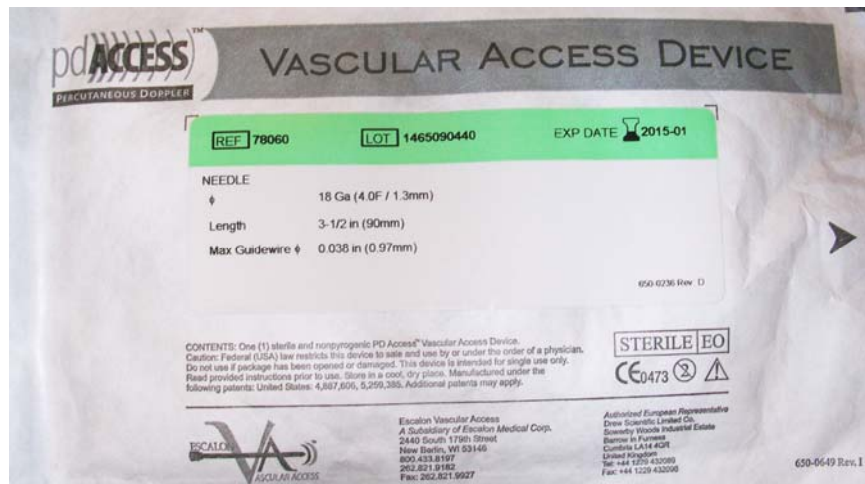
Respectfully Submitted,

A handwritten signature in blue ink, appearing to read 'Mark Wallace', is written over the printed name.

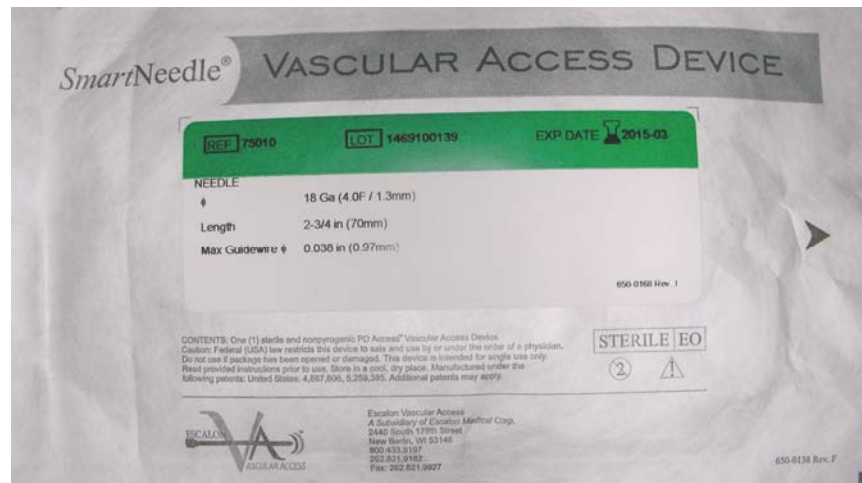
Mark Wallace
Chief Operating Officer
Escalon Medical Corp.



Example of Model 78050 18 Gauge PD Access Vascular Access Device Package Labeling



Example of Model 78060 Extended 18 Gauge PD Access Vascular Access Device Package Labeling



Example of Model 75010 18 Gauge SmartNeedle Vascular Access Device Package Labeling