

**Report of Material Event to Holders of**  
**\$765,000,000 Principal Amount of**  
**9 3/4% Senior Notes Due 2014**  
**€275,000,000 Principal Amount of**  
**9% Senior Notes Due 2014**  
**\$300,000,000 Principal Amount of**  
**10 1/8%/10 7/8% Senior Toggle Notes Due 2014**  
**and**  
**\$500,000,000 Principal Amount of**  
**11 1/2% Senior Subordinated Notes Due 2016**

**Prepared Pursuant to Section 4.02**  
**of the Indentures governing the**  
**9 3/4% Senior Notes Due 2014,**  
**9% Senior Notes Due 2014**  
**10 1/8%/10 7/8% Senior Toggle Notes Due 2014**  
**and**  
**11 1/2% Senior Subordinated Notes Due 2016**  
**dated December 4, 2006**

**Among Momentive Performance Materials Inc., as Issuer,**  
**the Guarantors named therein,**  
**and Wells Fargo Bank, as Trustee and Bank of New York, as paying agent**

**Date of Event: October 24, 2007**

### **Departure of Director; Election of Director**

On October 24, 2007, Stephen J. Sedita resigned as a member of the Board of Directors (the "Board") of Momentive Performance Materials Holdings Inc. ("Holdings"), the parent of Momentive Performance Materials Inc. ("Momentive" or the "Company"). Mr. Sedita had been appointed to the Board as the designee of GE Capital Equity Investments, Inc. ("GE Equity"), pursuant to the terms of the Amended and Restated Securityholders Agreement by and among Holdings and certain of its stockholders (the "Securityholders Agreement").

On October 26, 2007, the Board appointed Wayne M. Hewett, the Company's former Chief Executive Officer, as a member of the Board to fill the vacancy created by Mr. Sedita's resignation. Mr. Hewett has been designated to serve on the Board by GE Equity pursuant to the Securityholders Agreement. Under the terms of the Securityholders Agreement, GE Equity has the right to nominate one designee for appointment or election to the Board, and has the right to remove and replace any such designee serving on the Board for any reason at any time, in each case provided GE Equity meets certain minimum stock ownership requirements.

**SIGNATURES**

This report has been signed below by the following person on behalf of Momentive Performance Materials Inc. and in the capacity and on the date indicated.

November 1, 2007

Momentive Performance Materials Inc.

  
By: /S/ DOUGLAS A. JOHNS

Douglas A. Johns

Secretary and General Counsel