

**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 Report (Date of earliest event reported): December 4, 2007**

### **Triggering Events that Accelerate or Increase a Direct Financial Obligation**

In connection with our issuance on December 4, 2006 of \$765 million of 9 3/4% Senior Notes due 2014, €275 million of 9% Senior Notes due 2014, \$300 million of 10 1/8%/10 7/8% Senior Toggle Notes due 2014 and \$500 million of 11 1/2% Senior Subordinated Notes due 2016 (collectively, the “Notes”), we and the guarantors of the Notes entered into certain Registration Rights Agreements dated December 4, 2006 with the initial purchasers of the Notes (the “Registration Rights Agreements”), pursuant to which we and the guarantors agreed to use our commercially reasonable efforts to cause a registration statement relating to an exchange offer for the Notes to be declared effective under the Securities Act of 1933 (the “Registration Statement”) as promptly as possible but in no event later than December 4, 2007 (the “Due Date”). The Registration Statement, however, did not become effective by the Due Date. As a result, pursuant to the terms of the Registration Rights Agreements and the Notes, until such time as the Registration Statement becomes effective, the interest rate under each of the Notes shall increase by 0.25% per annum during the 90-day period immediately following the Due Date, and shall increase by an additional 0.25% per annum at the end of each subsequent 90-day period, but in no event shall such increases exceed 1% per annum in the aggregate. At such time as the Registration Statement becomes effective, the interest rate under each of the Notes shall be reduced to the original interest rate.

The foregoing descriptions do not purport to be complete descriptions of the terms of the Registration Rights Agreements or the Notes, and the descriptions are qualified in their entirety by reference to the full text of the Registration Rights Agreements and the Notes, which are annexed as Exhibits 4.5 through 4.12 to our registration statement on Form S-4 filed on September 14, 2007.

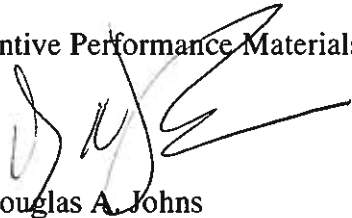
## SIGNATURES

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.

December 4, 2007

Momentive Performance Materials Inc.

By:

A handwritten signature in black ink, appearing to read 'DAJ', is written over the printed name of Douglas A. Johns.

Douglas A. Johns  
Secretary and General Counsel