



May 1, 2007

To all Amistar Shareholders,

I am pleased to announce to all Shareholders that on April 10, 2007, Amistar Corporation and Parata Systems LLC issued a joint press release stating the Parata had acquired from Amistar and its majority-owned subsidiary, Distributed Delivery Networks, all the business and assets relating to their automated product machine (APM™) technology for automated prescription delivery kiosks. Amistar retains all assets not related to the APM business. A copy of this joint press release is attached to this letter. We look forward to continuing to promote and expand our core business of providing automation solutions to a wide variety of product companies, and exploring alternative strategic opportunities.

Although the details of this transaction are confidential, one provision of the agreement requires Amistar to obtain the approval of this transaction from a majority of shareholders at its next Shareholder Annual Meeting, and for this purpose, allows disclosure to Shareholders of Record a summary of the Parata/Amistar transaction key provisions. In connection with the Parata transaction, Amistar Shareholders owning a majority of Amistar's outstanding shares have provided voting agreements to vote in favor of approving the transaction at the next Annual Meeting of Shareholders.

The Amistar Board of Directors has established June 20, 2007, as the Record Date for determination of Shareholders eligible to vote at the Annual Meeting, and also has established August 1, 2007, as the date of the Annual Meeting of Shareholders, to be held 10am at Amistar's headquarters in San Marcos, California. It is Amistar's intent to provide a summary of the Parata transaction along with the Notice of Annual Meeting. You are encouraged to attend the Annual Meeting.

Our annual audit is in progress at this time. We expect to report audited 2006 results, and unaudited first quarter 2007 results, when these results are available.

Respectfully,

Amistar Corporation

A handwritten signature in black ink, appearing to read "Stuart Baker", is written over the name. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Stuart Baker, President