

**MANUFACTURER'S CERTIFICATION PURSUANT TO
SECTION 5.02(3) OF INTERNAL REVENUE SERVICE NOTICE 2006-26**

This statement is made to certify that the Paloma Tankless Water Heaters models listed below meet the standards of "Qualified Energy Property" as set forth in the Energy Policy Act of 2005, Pub. L. No. 109-58, 119 Stat. 594 (2005) and therefore qualify for a tax credit under § 25 of the Internal Revenue Code.

Name and Address of Manufacturer:

Paloma Industries, Ltd.
6-23 Momozono-cho
Mizuho-ku
Nagoya 467-8585
Japan

Class of Qualified Energy Property:

Section 5.01 (7). A natural gas, propane, or oil water heater that has an energy factor of at least 0.80.

Qualifying Models:

Paloma (including "WaiWela") Natural Gas Models:

PH-16 FSN	PTG-42 PVN
PH-28 RIFSN	PTG-74 PVN
PH-28 ROFN	PTG-74 XN
PH-28 CIFSN	
PH-28 COFN	

Paloma (including "WaiWela") Propane Gas Models:

PH-16 FSP	PTG-42 PV
PH-28 RIFSP	PTG-74 PV
PH-28 ROFP	PTG-74XP
PH-28 CIFSP	
PH-28 COFP	

Under penalties of perjury, I declare that I have examined this certification statement, and to the best of my knowledge and belief, the facts presented are true, correct and complete.

PALOMA INDUSTRIES, LTD.

By: 

Name: Shinya Hibino

Title: General Manager, International Sales Division

Date: March 14, 2006