

To our Shareholders:

Fiscal 2011 was a year of tremendous progress, growth and diversification as TechPrecision took major steps in transforming itself from a single-platform holding company into a diversified enterprise, focused on profitable growth with leading positions in key industries. Specifically, during FY2011, we:

- Launched a new Strategic Sales and Business Development Process
- Created an additional platform for growth – a second subsidiary in China
- Accelerated our diversification, both in terms of our customer base and the industries we serve
- Added four new strategic Tier-1 customers in multiple verticals
- Launched the process to establish a second manufacturing operation in the United States

Historically, we have relied heavily on a single large customer, and while TechPrecision benefited from this customer's business over the past several years, such concentration comes with tremendous risk. To that end, when I joined the Company in July 2010, we initiated a more formalized, strategic business development process to generate new and expanded business. As a result, we were able to fulfill our stated objective for FY2011 of adding four new additional Tier-1 customers, who will broaden our participation in the cleantech and commercial industrial markets. We are especially pleased with our backlog, which stood at \$32.5 million at the end of the fiscal year (up from \$21.5 million for the previous fiscal year), positioning the Company for significant growth in FY2012.

We launched our second subsidiary, Wuxi Critical Mechanical Components Co., Ltd., or WCMC, in China during the fiscal third quarter of 2011. WCMC positions us closer to our customer's end markets and also provides us with a second platform for growth. During the fourth quarter, we invested significantly to prepare our WCMC subsidiary for an expected near-term revenue ramp-up, and we entered fiscal 2012 well-positioned for a strong year. WCMC has not yet contributed significantly to our revenues but we expect to see rapid growth throughout the next year as we begin volume shipments during Q2 of fiscal 2012. As customer demands translate into higher production volumes, we expect that WCMC will contribute favorably to margins in future periods. In the recent months, our WCMC division has added two incremental Tier-1 customers, with the most strategic being in the rapidly growing sapphire market.

Asia is the region with the fastest growth in several of our key verticals, notably nuclear, solar energy and sapphire. More than 90% of the world's poly silicon solar panels are manufactured in China and 26 new nuclear reactors are scheduled to be built in China over the next ten years. Multiple customers have indicated interest in expanding their business with TechPrecision through our WCMC division in Asia. By adding this capability, we are exploiting synergies in the U.S. and China to grow the business of both subsidiaries. We see this as a win-win proposition, both for TechPrecision and our customers, and we are excited about the potential this second platform will bring in fiscal 2012 and beyond to generate long-term and sustainable growth and profitability for our business.

The defense sector continues to be one of important focus for our U.S. subsidiary and, during the year ended March 31, 2011, we successfully qualified our manufacturing facility in Massachusetts to do a broader spectrum of work for key defense customers. Going forward, we are looking to further leverage and expand our relationships with key customers in the defense sector.

Our business development activity in the nuclear vertical has yielded some incremental revenues for new construction and replacement parts. I believe nuclear will be one of the fastest growing verticals for our U.S.-based operations in the years to come. Since 1980, the United States has lost more than 75% of the N-stamped certified suppliers to support the nuclear growth in the advanced passive reactor technology. It is my vision that our nearly completed 19,500 sq. ft. expansion in Massachusetts and our second potential operation in United States will greatly benefit from the positive changes associated with this new technology.

On the commercial and industrial front, we have been building a beta unit for a new industrial gas customer and look forward to supporting the market introduction of their exciting innovation within the industrial gas industry. This product looks to redefine the industrial gas marketplace and we look forward to participating in the commercial production ramp of this product.

On the medical device front, our customer, Still River Systems, continues to advance the development of its Monarch250 Proton Beam Radiotherapy device. Their first production unit is expected to ship in the fall of 2011 and they are targeting patient treatment, leading toward 510(k) clearance in the first half of calendar 2012. We wish them much success with this potentially revolutionary cancer treatment technology.

In fiscal year 2011, we carefully laid the foundation for sustainable long-term growth and profitability and are successfully transforming TechPrecision into a diversified Company. We continue to successfully execute our strategy. During the year we solidified our reputation and increased awareness of our capabilities as one of the 'go-to' providers of high quality, large-scale, precision machining, fabrication and assembly to our customers. Throughout the year, we continued to win new contracts and build our supporting infrastructure for future success. I urge you to review our full-year financial results incorporated in our Form 10-K filed with the Securities and Exchange Commission along with this letter so that you have a complete understanding of TechPrecision's opportunities in its current and potential markets.

I would like to thank each of our valuable employees and customers for their continued commitment to TechPrecision and want to recognize that we would not be able to accomplish everything that we have achieved without them.

I also want to thank our Board of Directors for their support this past year as well as our shareholders for their support and others in the investment community who share an interest in TechPrecision and an expectation for our continued success.

Sincerely,

A handwritten signature in black ink, appearing to read 'James S. Molinaro', with a long horizontal flourish extending to the right.

James S. Molinaro  
Chief Executive Officer