

Dear Valued Customer,

I am very pleased to announce that AMS has recently completed its acquisition of Laserscope. Laserscope's industry-leading treatment for BPH, GreenLight PVP, has been rapidly accepted as the intervention of choice by physicians around the world, and I am certainly excited about the future prospects of the combined new company.

I thought it would be appropriate to share a few of the details of this acquisition and more specifically, how the addition of the GreenLight treatments to the AMS product portfolio will affect you and your practice.

In our view, the GreenLight product spectrum is a perfect strategic fit for the combined new company. Here at AMS we are committed to focusing solely on treatments and solutions for male and female pelvic health disorders. Through the 280 members of our sales team around the world, AMS will make available this industry-leading therapy to more patients and physicians than ever before. Collectively, AMS and Laserscope, along with our physician partners, will improve the lives of more than 250,000 patients around the world in 2006.

With the addition of Laserscope, AMS has acquired a technology platform that allows us to further expand our obsession for product innovation beyond BPH treatments. We are confident that the KTP laser technology holds promise in its ability to treat numerous other soft tissue masses, and we plan to begin immediately exploring these new treatment options.

Please know that as an AMS customer, your dedicated sales team will continue to provide ongoing support and service. The integration with Laserscope is designed to expand the combined company's capabilities to serve you, not interrupt your current relationships.

Working with you, I am confident that together, our vision, talent and commitment will deliver the most innovative Solutions for Life to you and your patients for years to come.

AMS will continue to keep you informed as we combine our energies to leverage endless opportunities for the future. As for tomorrow, you can be sure that the new AMS will result in an even wider spectrum of therapies to benefit you and your patients.

With highest regards,



Martin J. Emerson
President and CEO

American Medical Systems Welcomes *GreenLight™* to Its BPH
“Solutions for Life” Portfolio