

November 14, 1996

*Diana issues yet another false statement.*

We have confirmed that Sanmina Corporation did not release nor approve the release of any statement concerning any contract with Diana. Furthermore, we have also confirmed that the entire extent of Diana's approved credit with Sanmina is \$5,000. Any potential relationship is subject to an on-going credit review. Sanmina has no contract with Diana. Regardless of this misrepresentation, we see no reason for Diana's disclosure in the form of a press release made to appear as if Sanmina had been the issuer. We question the need for any press release concerning an arrangement to have Diana's products built. Contracting to get a switch manufactured is no major event. This is particularly true in light of the fact that Diana claims to be a manufacturer itself.

The Diana Corporation (NYSE Symbol: DNA) (Price: \$38.00)

Short selling involves a risk not associated with the purchase of stock including, but not only limited to, unlimited loss and stock borrowing risks. Additional information is available upon request.