

 **TELEDYNE, INC.**

1901 AVENUE OF THE STARS
LOS ANGELES, CALIFORNIA 90067-6046
(213) 277-3311

May 17, 1990

Dear Shareholder,

Teledyne shareholders of record on March 20, 1990 now have received Unitrin, Inc. stock certificates mailed on April 20, 1990 representing shares of Unitrin Common Stock distributed in Teledyne's spinoff of Unitrin, Inc. One share of Unitrin Common Stock per each share of Teledyne Common Stock was distributed on April 20, 1990 to Teledyne shareholders of record March 20, 1990.

If a stockbroker or bank is custodian for your shares, that firm is responsible for the recordkeeping concerning the Teledyne or Unitrin stock, and any questions relating to such stock should be directed to the stockbroker or bank.

Teledyne began trading ex-distribution with respect to the Unitrin stock on April 23, 1990. Teledyne shareholders who sold Teledyne Common Stock prior to April 23, 1990 also sold related shares of Unitrin Common Stock. Stockbrokers who effected sales of Teledyne Common Stock prior to April 23, 1990 will claim the related Unitrin stock from the selling shareholders.

In determining the separate cost basis for the Teledyne and Unitrin shares, shareholders may wish to consult Commerce Clearing House's ("CCH") publication entitled *Capital Changes Reports* which has reported the following cost basis allocation percentages:

50.5419% = Unitrin, Inc. Common Stock
49.4581% = Teledyne, Inc. Common Stock

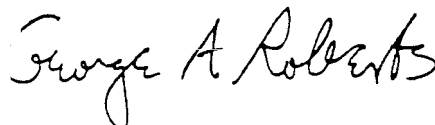
As an example, if a shareholder's total cost basis for Teledyne stock prior to the Unitrin spinoff was \$1,000.00, the shareholder now would allocate \$505.42 to the Unitrin stock cost basis and \$494.58 to the Teledyne stock cost basis.

For your information, the percentages reported by CCH's *Capital Changes Reports* for the two previous spinoffs are as follows:

<u>Date of Spinoff</u>	<u>Name of Spinoff Company</u>	<u>Cost Basis Allocation</u>
03/31/84	American Ecology Corporation	0.4438%
09/30/86	Argonaut Group, Inc.	5.9781%

Teledyne cannot assist shareholders in their individual cost basis calculations. Any further questions relating to cost basis should be referred to the shareholder's personal financial or tax advisor.

Very truly yours,



George A. Roberts
Chief Executive Officer