

Dear Shareholder,

In our last shareholder letter we said that our next gathering would take place in February. However, as a result of our engineers working to get additional information to the electromechanical lab, and scheduling conflicts, we are going to postpone this gathering until sometime before June, 2013.

As soon as we can confirm a date we will notify you so that you can make your travel arrangements. This delay in no way affects other avenues that we are working to bring this to a successful resolution.

One area that has been keeping us busy has been working with our attorneys and the Security and Exchange Commission (SEC) to bring our company to compliance. I am happy to now be able to tell you that we have just reached compliance with the SEC and they have accepted our form D filing. This will help us move forward in a timely fashion down the road.

As a direct result of this compliance, I personally cannot take any calls, texts and emails from you, our shareholders. To help you to communicate your calls, etc. the Board of Directors has named Craig Baggs as Director of Communications. Mr. Baggs is a fellow investor and has been an advisor to us in the past. He can be reached at 352-861-8181

Also, another result of our compliance is that going forward we cannot disclose information to individual shareholders, only to all shareholders. Please understand that if or when you communicate with Mr. Baggs. This is a SEC ruling, which is for the benefit and protection of all shareholders.

Another appointment recently made by the Board relates to helping you with any stock related questions. To this end Ted O'Hara has been appointed as Director of Investor Relations. You can reach Mr. O'Hara at 518-365-1334.

These two positions, as well as all of the positions that have been working on this project, are non-salaried.

Please remember that it is in the best interest of the company to keep the information of this technology confidential and should only be discussed with other shareholders.

Our recent advances have been encouraging and I look forward to sharing more detail with you at our next gathering.

Sincerely,  
Michael Cristoforo  
January 23, 2013