

To: Shareholders, Investors and Sales Agents
From: Magnetic Miles LLC

December 2016

We would like to take this opportunity to wish each of you and your loved ones a very warm 2016 Holiday Season.

We steadily continue towards the final stages of development and we expect to be scheduling demonstrations with prospective buyers as early as mid to late January of 2017. Our physicist and engineering team are working towards the completion of their validation reports, summaries and our patents are in place to secure our technology.

This past summer, we committed substantial funds and efforts to retool the Magnetic Miles 1 engine in preparation for upcoming presentations to prospective partners and/or purchasers of our technology to ensure the demonstrations would display the full magnitude of the project. Our sales agents and representatives have begun contacting companies, investment banking firms and other qualifying agencies in hopes of establishing a successful partnership to see this project to completion. Be advised that even if/when offers are received, the buyers will require a period of time while they have their own engineers work with our staff to prove the merits of our technology.

May your New Year be filled with Blessings and Successes.

Charles E Heath, CFO