



November 27, 2012

The Magnetic Miles LLC. Board of Directors would like to take this opportunity to wish Seasons Greetings to our Shareholders and also give you a year-end update.

## Patents

When this project started over six years ago we hired as our patent attorneys, McHale & Slavin P.A. They are located in Palm Beach Gardens Florida. They specialize in patent law. The attorney assigned to our case is Mr. Keith Campbell. Mr. Campbell is a Purdue Engineering Graduate, and has done engineering work for such major corporations as Delphi, a division of Delco, and G.M., N.A.S.A., and others. More notable he was one of the engineers who worked on the first electric car the EV1. On May 29<sup>th</sup> 2012 we received the first of our U.S. patents #8,188,690 B2. It can viewed at the U.S. Patent Website at any time. We were just notified last week that the government has just sent a notice of allowance on our second patent, which means it will have a patent number and be published soon. We have also paid for the foreign filings for our patents, and we are protected around the globe. We have many more additions to these filings. As of today, all of our patent costs are paid in full.

## **Funding**

We would also like you, our shareholders to know that we have not increased the number of shares that we issued in the first and only offering. I am also proud to announce that our engine and its patents are the sole property of Magnetic Miles shareholders, and that all payables on the motor and the patents are current. We would also like you to know that no loans or venture capital money is involved with the project.

## Technology

In October we signed a contract with the University Of Alabama's Advanced Vehicle and Electromagnetic Research Laboratory. This is a well-recognized and respected institution, and also is one of the leading research and engineering Universities used by many major corporations around the world. We have a very strict non-disclosure non-compete contract drawn up and signed by the University and Magnetic Miles. We were looking for third party validation of our breakthrough technology. Devon Meyers, Lenny Gentile, Mark Gilbert and Dan Ryan accompanied the engine to the University.

The PHD's and their associates, conducted various tests on the motor using different frequencies and loads, utilizing the latest and best equipment and computer systems that are available anywhere. We are proud to tell you that the motor ran flawlessly and efficiently throughout the entire week of testing. The preliminary findings from the University are very positive in validating the motor as the new breakthrough technology that it is. They still are reviewing millions of data points that were taken with their equipment and by the end of December, we will have their complete reports in our hands so that we can take the next major step in the process, which is a valuation.

Please realize that this is much more than just a motor, it is the cleanest form of power generation that we know of. It can also be used on many platforms and applications.

## Securities Compliance

Earlier this year, we retained the law firm of Greenberg Traurig, in Boca Raton FL. Their specialty is securities law. We are happy to report at this time that we are continuing to move forward with our attorneys in becoming fully compliant with the SEC. This is of the utmost importance so that when a sale presents itself, our paperwork and documents will be compliant with all SEC regulations.

I would also like to thank those who have helped the company with obtaining some of the Subscription paperwork we were missing, and for all of the help I received in accomplishing that task.

We want to take a moment here to thank our Founder Mr. Stephen Miles for his vision of a cleaner future using electromagnetic power generation.

I also want to congratulate our engineering team for their hard work, and their success in getting us to this point.

We are planning a shareholder meeting early in 2013, to give everyone a chance to attend, Skype, or call in to be a part of the meeting. We will give everyone ample notice, and also negotiate rates with local hotels, for those needing lodging.

We have been asked many times, why does Magnetic Miles have an LLC and an INC? There are only shares in the LLC; we just took the INC. so that no one could use it in the future. There is only stock in the LLC, and that is the stock every shareholder owns.

Again, Best Wishes for a healthy and happy holiday season,

Michael Cristoforo, COO

Magnetic Miles LLC.