

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

December 2017

The following is a brief update as to Magnetic Miles. As many of you know, this past spring Michael Cristoforo Sr. died after a battle with cancer. Mike had been the person operating the company since its inception and provided his leadership, decision making and generosity of both time and money throughout this Company's existence.

We are currently working on two different projects. First, the "engine". We are speaking with a couple of well respected labs in order to see if we can further the progress of the "engine" in a setting that has the appropriate level of equipment and staffing. We have some interest now from qualified labs that are interested in this technology and would like to be involved with us. There are generally 2 types of involvement that the labs have expressed interest in. They have discussed either a joint venture that would not involve the Company paying for the use of the lab and its physicists, or an agreed upon monthly fee for complete use of lab and its personnel.

This brings us to the second project. We have developed what can be described as a heat shield. There are currently some companies in the coatings industry that have expressed interest in this product. If a sale of the heat shield could generate enough money then that gives us more options as to the continued research and sale of the engine.

We are hoping to have some offers with regard to the heat shield in the next few months at which time we would also like to hold a meeting of the members to give a more detailed update in person of what is happening.