

Notice of Changes to Rule 144

These rules will be effective 2-15-08; comments to the SEC will be accepted up to 1-15-08.

(To see the full text of the Changes: <http://www.sec.gov/rules/final/2007/33-8869.pdf>)

Holding Period Guide

	Affiliate or Person Selling on Behalf of an Affiliate	Non-Affiliate (and Has Not Been an Affiliate During the Prior Three Months)
Restricted Securities of Reporting Issuers	<p>During six-month holding period. No resale under Rule 144 permitted.</p> <p>After six-month holding period. May resell in accordance with all Rule 144 requirements including:</p> <ul style="list-style-type: none"> • Current public information • Volume limitations • Manner of sale requirements for equity securities • Filing of Form 144. 	<p>During six-month holding period. No resale under Rule 144 permitted.</p> <p>After six-month holding period but before one year.</p> <ul style="list-style-type: none"> • unlimited public resale under Rule 144 except that the current public information requirement still applies <p>After one-year holding period.</p> <ul style="list-style-type: none"> • unlimited public resale under Rule 144 • need not comply with any other Rule 144 requirements.
Restricted Securities of Non-Reporting Issuers	<p>During one-year holding period. No resale under Rule 144 permitted.</p> <p>After one-year holding period. May resell in accordance with all Rule 144 requirements, including:</p> <ul style="list-style-type: none"> • Current public information • Volume limitations • Manner of sale requirements for equity securities • Filing of Form 144 	<p>During one-year holding period. No resale under Rule 144 permitted.</p> <p>After one-year holding period.</p> <ul style="list-style-type: none"> • unlimited public resale under Rule 144 • need not comply with any other Rule 144 requirements

Conversion Limitations

Tacking will not apply to conversion where any consideration other than stock for stock is given. If a warrant is exercised the shares will be regarded as new shares on the day of exercise with the exception of cashless warrants.

Threshold Changes

In any 90 day period an affiliate can register 5,000 shares or \$50,000 worth of stock without 144 filings. Tracking this is difficult and still best left to brokers.

Tacking Rights in Merger

Holder may only tack back to predecessors in mergers if the new shares issued are equal to the old company shares issued and the new company has no other stock issued at the time of the merger.

Changes to Shells for Issuance of Non Restricted Stock

Whether reporting or non-reporting issuers are defined as shell or blank check, they are barred from issuing free trading stock and shares in such companies cannot be made free trading until 1 year has elapsed from the time of filing their first form 10.

