

To: All USCL Shareholders & Associates

From: Tom Tamarkin

Ref: Q2 2017 USCL Status Update

Date: June 6, 2017

All:

USCL has had no new investors or additional material funding since the 2011-2012 area. We did meet with Peter Thiel personally, in SF, California, at his Mithril Capital VC group the first week of March 2017 but they were not interested in the utility metering and customer information space because of the entrenched position of the “big data guys” that want to keep real time data away from the consumer and do all the analytics at the utility remote computer. That is contrary to good engineering design but it is controlled space by big companies and has the blessing and sympathy of the government. We are a threat to them. The high level overview of the Peter Thiel presentation is the EnergyCite website and a specific proposal to them available on line at the site as well. At: <http://energycite.com/> and <http://energycite.com/invest.php>

Does that mean it is time to call it quits. No, not for me. But it is going to be an uphill slog to say the least.

Since current but old investors lost interest, minimum expenses like patent maintenance fees, G&A housekeeping, etc., have not been met.

As mentioned before the patent issue is now a big mess since the U.S. patent laws and rules were changed under the Obama administration to more closely mirror those in Europe. They now favor the big companies with money and the market for patents has become very soft. In our case extremely so because of a lack of demonstrated evidence of use. Now, because of the rule changes and new laws, any big company can squash a “little guy” with an inter party review proceeding or a forced reexamination. This helps the Google’s and Microsoft’s of America but kills the small inventors.

The light at the end of the tunnel is the coupling of IoT (Internet of Things) smart thermostats, demand response, and smart appliances over a home area network. However the utility industry moves extremely slowly and the priority dates of our patents is August 2004.

Some of our investors...perhaps many...have written the loss off their federal taxes. I have been asked by some investors to provide an official letter or notification that we have ceased operations. I am reluctant to do that but we have added a “History”

section to the USCL website at <http://www.usclcorp.com/USCL.htm> which can be printed and attached to any tax returns. If an investor does write off the investment as a loss that does not affect his position as a shareholder and should the business be successful in the future the loss is offset with a capital gain.

Also the USCL due diligence resource page at <http://tamarkin.us/sh/knock.php> (use the four digit number 2020 for passcode) has been recently updated and is 100% full disclosure and transparent.

Having said the above, I remain committed to our investors and I am intent on building the business, although in all probability not based on smart meters and energy displays/controls, per se. Should I be successful, and I need to be because Emily and I put all our cash into USCL and we are personally in debt which I have to pay off, all our shareholders will participate in such a revived business.

A copy of this status update will be posted on the USCL Due Diligence Resource site in the shareholder update section at: <http://tamarkin.us/sh/shnews.php> and a copy will be sent by US mail to shareholders not on this broadcast list.

Best regards,



Tom Tamarkin