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**To:** USCL Shareholders  
**From:** Tom Tamarkin, USCL/EnergyCite  
**Ref:** Q4 2016 USCL Status Supplement  
**Date:** September 27, 2016

All:

Further to last week's USCL status up-date, I have taken the time to prepare this supplemental to insure that all USCL shareholders on this broadcast list are fully informed and that everyone on the same page so to speak.

I am engaged in serious discussions and presentations to several different credible investors and corporate partners. By credible I mean they are interested in EnergyCite, hence USCL, and are known to have the financial resources available to make material investments; material meaning significant cash. EnergyCite LTD is described at: <http://energycite.com> The business opportunity is described on the home page and the details are under the "About" section. The Smart Energy – Smart Home white paper describes current trends and market conditions and differentiates where the industry is at today as opposed to say 2010 when there was zero interest in using the smart meter to provide customers real time data which is what our EMS-2020 system does. The paper is at: <http://energycite.com/smartenergy.php>

I have described the USCL history and the reasons we have formed EnergyCite LTD to outsiders as follows. Everyone needs to read and understand this.

I am currently working with lawyers and CPAs representing outside investors and potential partners. I have provided them a detailed historical perspective with 100% full disclosure. Why? To build trust and confidence. They must have total trust and confidence in us and specifically me in terms of integrity and business competence/proficiency and ability to guide this enterprise forward; notwithstanding the creditor lawsuits against USCL which resulted from our lack of funds when certain financial obligations were due.

I have explained our history going back to 2001 when California had blackouts. I explained how active we were in the State of California in 2002-2006 on the political and energy scene and with Southern California Edison. I explained that we are 100% directly responsible for the new generation of smart meters in America which, because of us, have an unused second radio transceiver built in them that utility companies are

ignoring. As Jeremy says in our project video, “we turn ratepayers into customers.” That is a phrase I coined in 2003. The video is at: <http://energycite.com/videos.php>

I also explained that in the 2006 to 2008 time frame we had a Chinese meter company partner, Wasion Meter Werko Group, commit to invest \$4 million USD. They put in \$500K and then backed out. Why? Because the world economy went south, and because they did not like the American system of contract bidding and transparency. In China all they have to do to get utility company business is “grease the skids” with a few bribes...

In 2007 we engaged a company in Spain, the Arsis Trust Company, through Michael Kessler, ESQ., in Sacramento to do a \$50 million Asset Backed Securitized bond offering. In 2008 Arsis Trust and Mr. Kessler gave up because of the problems at Standard and Poors and Moodys after CBS “60 Minutes” did their famous story on the bond rattng guys at Moodys and SP. Moodys backed out of the opinion letter and rattng for us. All this along with the worldwide economic collapse of the derivative markets.

At that point we were dead in the water for several years. There was no private money available for a company like ours. So we went into what our former Board of Directors member Bob Block affectionately calls the “hibernate mode” for a few years.

We sowed a lot of seeds in the field leading to an installed base of 65 million+ smart meters which will grow to 100 million by 2020-22. Now it is time to fertilize the crops and begin to harvest the fruit soon.

But first how did we get as far as we got and what condition has that left us in?

USCL Corporation ( see: <http://usclcorp.com> ) was financed by a series of Regulation D rule 504 and 505 private offerings. From April 2001 through FY 2010 we raised approximately \$2.5 million in private placement funds from private individuals. To repeat...over ten years...we raised \$2.5 million yet any of the PPO Memos called for \$1 to \$ 5 million in one year. Thus we never had the money to “go critical.” But we did make progress.

As stated above we put USCL in the “hibernate” mode meaning we let the corporation go into default with the Nevada State Secretary of State. Why? Because the State of Nevada charges USCL over \$4,000.00 per year in state fees. We did not have the money to pay them. Our current base of investors was unable to provide the funds and we were unable to bring in new investors at that time. Not to worry, we have until April 30, 2017 to revive it with the State. We will do that because we have a \$2.8 million federal tax loss carry forward we want to use. Also we have about 70 small private

placement shareholders who we have a “family” obligation to make whole again someday.

We also have some debt in USCL which we need to pay off. Specifically 2 “judgment creditors” and a series of private shareholder/lenders in a syndicated bridge loan or SBL. The judgment creditors are discussed in part 2 of the Kristen Simoes November 2012 shareholder end of the year interview. Recent demand and response correspondence between Jeffrey Michel and USCL – Tom Tamarkin, are fully disclosed on our due diligence resource site as described further below.

It is for this reason that we organized EnergyCite LTD as a NV LLC. It is 100% clean and the LLC “members” today are Pat Boone, Tom Tamarkin and Don London. I explain to potential investors and their due diligence teams that, our intent is to fund the LLC now, workout settlements with the USCL creditors, and reverse merge EnergyCite into USCL so that we reunite the family again, take advantage of the loss carry forward and build on the legacy of USCL which was first incorporated in 1995.

This is the history in condensed summary form.

We have a complete full disclosure section set up on-line. This includes the comparative financials for USCL with Statement of Operations (P&L,) Balance Sheets and Statement of Cash Flows. The financials, although very much in the red, show my financial discipline with monthly statements and management reports. The same will be the hallmark of EnergyCite LTD and in the future once again, USCL.

I tell all potential investors and partners, at the appropriate time, that I keep in contact with our USCL shareholders. Every quarter or so, I send out a status report to the USCL broadcast list by email. We have done live streamed shareholder meetings and end of year videos for the shareholders.

All of this is 100% transparent to shareholders of USCL on a passcode restricted site. go to <http://tamarkin.us> and you will see a button titled **USCL Shareholder Restricted**. Click on that button. It will ask you for a private passcode. Enter 2020. (The numbers twenty twenty) That will take you to the “**Main Investor Index**.” On it you will see 13 titles in active button form.

This information is meant for USCL shareholders and potential EnergyCite LTD investors and partners. It needs to be stressed that we are very straightforward and honorable people and this becomes apparent when people go through this due diligence resource. We have been financially challenged and that has certainly upset folks but my mission is to reverse that.

The practical bottom line here is that with regard to investors, we do not have a lot of flexibility. For us, EnergyCite LTD is now the investment vehicle and potential investors can take a position in it with the fully documented understanding that it will be reverse merged into USCL within 12 to 24 months. By the way all this is disclosed on the [Games That Matter investor offering](#) which has been sent out to USCL shareholders numerous times before by way of reference in previous status reports. Nothing new...just the facts.

New investors should not be scared of this. They like committed founders and entrepreneurs who are locked in and can't give up and walk away. I fit that class. A credit check on me would reveal a few defaulted credit cards (under \$4K) and some miscellaneous past due obligations. And one of the two USCL judgment antecedent obligations was personally guaranteed by me so Clara Miller has a nice judgment against me as well! In other words, the only way forward is up and onward... My wife, Emily, is not very happy about that but as Walter Cronkite used to say every night...and that's the way it is.

Thank you for your understanding and continued patience..

Best regards,

Tom Tamarkin