

Q 1 2016 USCL & EnergyCite Status summary

As explained in great detail last year, we have organized EnergyCite LTD as a Limited Liability Company (LLC.) The main website has been extensively expanded and updated since the December 21 status report. It may be found at:

<http://www.energycite.com>

The LLC charter may be found at: <http://energycite.com/docs/EnergyCiteNVOrgArt.pdf>

We finished the legal work behind the current LLC capital funding campaign last week and the loan/investment private placement offering memorandum is now available on-line at: <http://energycite.com/bondmemo.php>

The “Master Plan” is summarized at: <http://energycite.com/plan.php>

The short term plan is to raise a minimum of \$250,000 and currently capped at \$300,000 in the EnergyCite LLC. The use of proceeds is broken down in the private placement offering memo referenced above. These funds are to be used to move the enterprise forward. Old creditors of USCL cannot be paid from these funds.

The majority of the funds raised will be used to professional design, develop, manage and launch an extremely effective Kickstarter style crowd campaign to fund the PowerMasters™ game series. We have assembled an experienced and very talented group of team members with expertise and track records in the requisite fields of both game development and crowd funding campaign management.

Our goal is to raise a significant amount of funds in the crowd funding campaign. As the crowd funding materializes, USCL Corporation will acquire EnergyCite LTD and the judgment creditors (Michel & Miller) will be paid off as well as the senior, secured, and general creditors which include SBL holders.

This allows USCL to become viable again and leverage on its basis of product development and its accomplishments in the industry in the 2000s. USCL was first incorporated in 1995 and we wish to use that 20 years of existence as a positive statement as we move forward.

Once the PowerMasters game series is launched as a product the company will be attractive to larger investors and we can work on buying out current “fatigued” shareholders.

We are about 45 days behind schedule. I hope to make some of that up over the next month.

As stated many times before, the reason we have had to take these extraordinary organizational steps primarily relates to a collection lawsuit filed by our shareholder and

one time board of directors member Jeffrey Michel. Mr. Michel will be paid back his loans as soon as the crowd funding materializes.

Whereas Mr. Michel has made and continues to make constant demands for money, the company has not had access to funds for many years. The only way Mr. Michel and others will be paid back is through my successful efforts in the revival of USCL.

For the record Mr. Michel is on the USCL broadcast email list and is therefore receiving this report.

In the alternative, if we are not successful in raising the EnergyCite® short term funds, we will be put in a position of having to sell the Tamarkin, et al, US and Israeli patents currently assigned to USCL, and hypothecated to Robert Block. In such an event the senior, judgment (Mr. Michel is subordinate to Robert Block) and secured and general creditors would be paid off and the balance of funds (if any) would be distributed to all shareholders on a per rata basis.

As I have explained before, the outright sale of the patents is problematic due to the “single end user” issue and the system topology nature of the patents and the implications based on the claims of the patents. However as the private placement offering memo notes there have been recent positive developments in the meter industry and in the consumer electronics industry which are making the patents more marketable.

Recently General Electric (GE) meter was sold to a VC financed startup. And several months ago, Elster Meter (at one time Westinghouse meter) was sold to Honeywell Controls who wants to compete against the Google/Nest Labs thermostat with meter communications. To visualize all this please see these pages:

Honeywell Corporation; Elester Meter (formerly ABB and Westinghouse Electric Meter at:<http://fusion4freedom.us/honeywell-chosen-by-us-utility-for-1m-smart-meter-rollout/>

Landis+Gyr Company Gridstream at: <http://fusion4freedom.us/gridstream/>

General Electric Meter acquired by Aclara – Wins contract for 3.9 Million Smart Meters - Focus is on patents & IP from GE at: <http://fusion4freedom.us/smart-meters-aclara-wins-us-contract-for-3-9m-units/>

The various claims of the latest US and Israeli patents assigned to USCL may be visualized at:

<http://fuelfuture.com/patents/>

I am pleased to report that we were successful in raising the necessary funds to wire to the patent law firm in Jerusalem earlier this month to obtain the renewal of the first patent and the issuance of the second. That was done through the EnergyCite LTD program. The new patent published in Israel on 31 December 2015 and the formal patent certificate will be issued on 1 April assuming no opposition is filed in Israel by competitors.

This is all 100% fully disclosed in the private placement offering memorandum referenced above. Nothing is hidden and everything is fully transparent on-line.

Kind regards,

Tom