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## 2009 MESSAGE TO SHAREHOLDERS

December 31, 2009

Dear Shareholders,

Since its inception in 2004, Bullzi Security has become a leader in providing converged security solutions offering compliance programs, information security services, physical security solutions, training and education programs, document security and investigative services to a range of industries, including utilities, banking, insurance, healthcare, government, and more. We wanted to take a moment to review our accomplishments for 2009 and communicate our plans for 2010 with you.

2009 was a building year focused on providing converged security solutions for new and existing clients, as well as identifying new security and compliance needs and creating solutions specifically designed to meet those needs. Throughout the year, we continued to offer our regular services while also expanding our library of security and compliance education courses for clients facing the implementation and enforcement of new regulations such as Payment Card Interface (PCI) and Red Flags Rule effecting privacy.

Clients for 2009 included INAC, Orlando Utilities Commission, Advantech, CAFAM, Liquor Control Board of Ontario (LCBO), Constellation Energy, GEICO, Hand Surgery Center, Algorithmics, OSO Group, and Verizon Business among others whose names we are not at liberty to release.

At the start of 2009, Bullzi was at the forefront of an emerging regulation: the implementation of the North American Electric Reliability Corporation (“NERC”) Reliability Standards. Affecting bulk power providers in North America, these new regulations are designed to secure bulk electric systems and ensure they operate reliably. In addition to creating a new course on the NERC Critical Infrastructure Protection, or “CIP”, Standards, Bullzi has developed staff expertise on these standards as well as strategic partnerships designed to expand our consulting services to clients with a specific need to comply with the NERC Reliability Standards.

As we look forward to 2010, our focus will be increasing revenues through the continued offering of our security and compliance consulting and education services and the continued development of our security and compliance course library. To that end, we found many clients have a need for more than one security or compliance training solution, so we created one comprehensive suite of eLearning courses to answer all of these needs in one product. The *WISE Security Assurance Package* features over 20 hours of security-related courseware specifically geared towards helping organizations prepare their employees and contractors to prevent, detect, and respond to security incidents, as well as meet today’s regulatory requirements.

The current package includes courses on Security Awareness, PCI Awareness, Privacy Awareness, Information Security Management, Physical Security, Identity Theft, Red Flags Rule, H1N1 Pandemic Planning, Secure Coding Practices, Incident Response, Breach Notification and Computer Forensics. We plan to further expand the *WISE Security Assurance Package* throughout 2010 by adding courses on System Hardening, Internet Safety, Business Continuity Planning, Workplace Violence, Loss Prevention & Retail Theft, Diversity/Discrimination/Harassment Training, Alcohol & Substance Abuse, How To Perform Vulnerability Assessments, and more.

This package can also be enhanced with the addition of a daily vulnerability assessment scanning tool now offered via Bullzi Security. This valuable tool will assess an organization's external security exposure on a daily basis by scanning a client's external network to seek out both network- and application-level vulnerabilities.

Additional goals for 2010 are a complete update of the Bullzi web site in addition to providing regular communications in our "Media Room" section. Included in this update will be the ability to sign up to receive e-mail notifications and updates directly from Bullzi, as well as an online Request For Quote function that will allow prospective clients a fast and easy way to receive information and pricing on our services. We also enter 2010 with an enhanced pipeline, from which we hope to see several new confirmed projects in the first quarter.

As we bring 2009 to a close, we would like to extend a special thanks to our shareholders, customers, and employees, who have supported Bullzi Security throughout the years and continue to support us today.

We look forward to a prosperous New Year of growth and development with you!

Sincerely,

Michael Welch  
COO  
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