

February 15, 2017

REG Shareholders Dividend Distribution Update

We are pleased to announce that the TSX.V has given its final approval for the acquisition of all assets of Reg Technologies by Regi U.S. It is now necessary for FINRA, the U.S. based Financial Industry Regulatory Authority, to provide its approval. This could take two weeks or two months. We have no control over this review process.

After approval by FINRA, distribution of Regi U.S. shares to Reg shareholders can proceed. This process will be conducted by the Nevada Agency & Transfer Company (NATCO), which will send directly or through an individual shareholder's brokerage account a "Book Entry Certificate" for all new Regi U.S. shares. Please follow this link to our December 21st, 2016 news release "[Distribution of Dividend in Kind](#)" under the NEW menu on our website www.radmaxtech.com for possible taxation issues.

However, these shares will carry a "restrictive Legend," as required by the Securities Exchange Commission, (SEC) Rule 506 under "Regulation D" of the Securities Act of 1933. Our original intent was Filing a Full S-1 Registration application making them unrestricted, but at a cost of \$30,000, deemed too high a price to pay for quick "free trading" status.

In the meantime, each shareholder will have the option of requesting paper stock certificates, but still carrying a Restrictive Legend, or of leaving one's shares in "book entry" form with NATCO. After the requirements of "Regulation D" are met, possibly as long as six months, Regi will pay for the restrictive legend to be removed. In the end, of course, all new Regi shares will be free trading and can be electronically deposited in one's brokerage account.

While this is a lengthy and perhaps frustrating process, on the engineering front we are moving very rapidly. After years of no/little progress, we now have a streamlined engineering firm with eight talented engineers and a well-equipped testing lab facility and office space in Spokane, Washington. We are quite pleased with developments to this point as we move forward on several applications simultaneously, including the 375 HP diesel engine. Major industry is starting to knock on our door, and we hope and expect to be able to share more information about these other applications and interested partners during the next few months. In the meantime, your patience is important and appreciated.

Please keep checking our web site for regular updates.

Thank You,
Paul W. Chute
President & CEO, Regi U.S. Inc.