

July 20, 2017

UPDATE

DIVIDEND FREE TRADING STATUS for new RGUS shares (from Reg Technologies)

Shares of Regi U. S. (**RGUS**) received as part of the Reg Technologies, Inc. Dividend Distribution per SEC Rules were issued as “restricted” (i.e. could not be sold) until held for a full year (December 5, 2017). However, these shares are available now for trading if SEC Rule 144 conditions are met.

The relevant conditions that must be met before non-restrictive trading for shareholders who are not affiliates of the company, insiders, or Control individuals are:

1. Restricted shares of a publicly traded company must be held at least six months before they can be freely traded.
2. There must be adequate current public information available to investors about a company, including historic financial statements, information about officers and directors, and a business description.

RGUS now satisfies these two conditions as of June 5, 2017. If a shareholder wishes to sell their new RGUS shares before Dec. 5, 2017, verification from NATCO (Nevada Agency and Trust Company) that Condition 2 is satisfied must be obtained from NATCO by the brokerage selling the shares. This Certification is current and on file with NATCO. When the full year restriction on RGUS dividend distribution shares automatically is removed on December 5, 2017 this process will no longer be required.

Share Restriction Removal Procedure:

Shares held in Brokerage type accounts:

If you are holding your dividend shares in a brokerage account, they will continue to be classified as “restricted” until December 5, 2017, however they can be sold anytime as long as the certified Opinion of compliance is current in its Public Information Disclosure requirements. Thus, notify your broker that you wish to sell your dividend RGUS shares and they will contact NATCO who will verify our compliance with Rule 2 above. This process will take a few days. The certificate of compliance will be provided at no charge to the brokers. . After Dec. 5, 2017, this will not be required.

Shares held in a Direct Registration Statement (DRS):

If you do not want to sell any of your Dividend shares and want to continue holding them at NATCO, no action is required. After December 5th, 2017, you will receive a new DRS stating your dividend shares are now free trading without restriction (See Addendum: SEC Five Conditions for Resale of Rule 144 Securities below).

If you want to sell any of your DRS shares (Dividend or otherwise), before or after Dec. 5, 2017, you must first open a brokerage type account and have your broker request transfer of your DRS shares from NAT to this new account.

** Brokerage services prefer receiving DRS shares verse Paper certificates. Our transfer agent has a direct electronic interface with brokerage type services making this process less complicated.

See the **RGUS** stock listing on the otcmarkets.com website for full disclosure and certifications. Additional conditions apply to shares held by affiliates, insiders, or Control individuals of RGUS. Refer to Addendum: SEC Five Conditions for Resale of Rule 144 Securities below for more information.

We truly appreciate the patience by all our shareholders during this reorganization and new startup period. While we continue to make good progress on transforming our RadMax Technology into marketable devices, we must work within the regulatory guidelines that allow us to be a publicly traded company.

Thank You,
Paul W Chute, President & CEO

Addendum: SEC Five Conditions for Resale of Rule 144 Securities

There are five conditions that must be met for restricted, unregistered and control securities to be sold or resold. **First, the prescribed holding period must be met. For a public company, the holding period is six months,** and it begins from the date a holder purchased and fully paid for securities. For a company that does not have to make filings with the SEC, the holding period is one year. The holding period requirements apply primarily to restricted securities, while resale of control securities is subject to the other requirements under Rule 144.

Second, there must be adequate current public information available to investors about a company, including historic financial statements, information about officers and directors, and a business description. Third, if a selling party is an affiliate of a company, he cannot resell more than 1% of the total outstanding shares during any three-month period. If a company's stock is listed on a stock exchange, only the greater of 1% of total outstanding shares, or the average of the previous four-week trading volume. can be sold. For over-the-counter stocks, only the 1% rule applies.

Fourth, all of the normal trading conditions that apply to any trade must be met. In particular, brokers cannot solicit buy orders, and they are not allowed to receive commissions in excess of their normal rates. Finally, the SEC requires an affiliated **seller** to file a proposed sale notice, if the sale value exceeds \$50,000 during any three-month period, or if there are more than 5,000 shares proposed for sale.

If the seller is not associated with the company that issued the shares and has owned the securities for more than one year, the seller does not have to meet any of the five conditions and can sell the securities without restrictions. Also, non-affiliated parties may sell their securities, if they held them for less than a year, but greater than six months, provided the current public information requirement is met.

Read more: [Rule](#)

[144](http://www.investopedia.com/terms/r/rule144.asp#ixzz4mYvtDoVf) <http://www.investopedia.com/terms/r/rule144.asp#ixzz4mYvtDoVf>

Follow us: [Investopedia on Facebook](#)

C Rule 144