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UPDATE:

- 1) "Cii-LITE™" is trademark for Gnxpert Glow Products.
- 2) Brunswick Bowling – Gnxpert, second prototyping was successful completed on August 22, 2003 in Michigan. Gnxpert proved, that glowing technology works on/in different material and applications. Conducting the prototyping, were: Alfred Dabrowski and Lenny Curtis (Brunswick Engineering Recreating Group) and Vitaliy and Jerry (Gnxpert).  
We used 40, 60, and 1 micron particle size with different coefficient of specific gravity: 3.5; 3.0; 2.0.  
Next meeting is scheduled for October 2003 with Brunswick Bowling Purchasing Department to negotiate contract.  
Brunswick gave us more material and ingredients to create final prototypes within our lab (Museum of Holography).  
These prototypes will be ready within 2 weeks (after Labor Day).
- 3) August 25, 2003 in Minneapolis, Genmar - Gnxpert contract negotiating meeting was successful.  
Attendents: Ron Purgle, Genmar VP Purchasing (75% of all orders and contract negotiating is done directly through Ron's office) and Vic Weber, Director of Purchasing; Vitaliy, Jerry and Myron Lyskanycz.  
Genmar agreed to purchase 12 tons of Gnxpert "Cii-LITE" annually for 2.6 million, plus 0.5 million Dollars – exclusivity and 0.3 million Dollars – licenses fee.  
Genmar will pay exclusivity and licenses fee, not for 12 months, but for 18 - 24 months, because first production will start within 18 months.  
Next step, Genmar will send upgrated proposal to Gnxpert by the middle of next week, before Sep. 5, 2003.  
Also, Genmar will prepare contract for review, before Sep. 15, 2003, because they understand their position with competition (Brunswick).
- 4) Life Jackets for Stearns were mailed from CT. We will verify today. On Monday August 25, 2003 we didn't have time for meeting with Stearns.
- 5) Scuba Tank, will be mailed from Chicago to CA. Will verify status today.

Thank you,  
Maria Chychula

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