

Card Logistics International Ltd. (CLI) Class B Shares Investor Memorandum

CLI Opportunity Overview

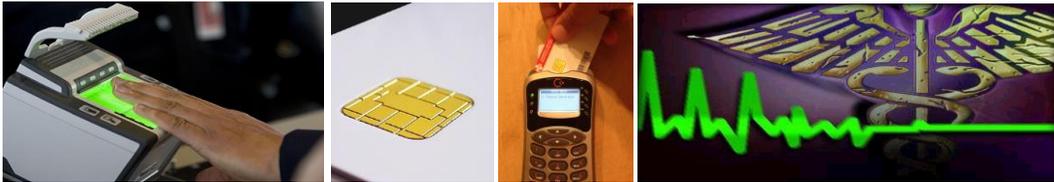
Card Logistics International (CLI) is at the forefront in developing solutions and services with smart card technologies, security, and biometrics for various applications, including secure portable smartcard integration for storage of Electronic Health Records (EHR).

CLI has recently received formal patents for several unique and globally desired systems for security and healthcare IT markets. CLI is now prepared to engage in a licensing and distribution effort for these patents and IP, in both the US and overseas opportunities where CLI originally filed for protection of its IP. This highly valuable and *patented* IP portfolio includes:

US Patent #XXXXXXX (Secure Authentication): provides for “dual or ‘mutual’ authentication” between two users, insuring the security of the connection and the inability to access information without each party to the communication being confirmed. This is the method now established by US Government Agencies as the necessary means to provide HIPAA security for portable EHR. The utility patent also controls the use of biometrics to authenticate access to any information source, including local or on-line disk storage devices, data servers and databases, portable data storage, smart card chips, either directly connected or remote.

US Patent #XXXXXXX (EHR Secure Storage): provides for “dual or ‘mutual’ authentication” of two smart cards, along with secure storage of an entire EHR (and other personal data) on a processor-based smart card, with multiple encryption levels and/or multiple storage sectors. The utility patent also covers use of dual-card reader devices required for this authentication, the use of biometric authentication by the health care provider, and ability to continuously update information on the smart card via this authentication.

US Patent #XXXXXXX (Gaming Smart Card): provides for the security method as above, but for secure authentication of gaming credits and CRM data in a smartcard format, as well as secure player authentication for wireless gaming devices or on-line gaming. The system prevents fraud in casinos and saves all of their client’s gaming credits and personal hospitality preferences in a secure portable replacement of currently used ‘Player Cards’. This utility patent is now trademarked as the CasinoPass® Card System.



In addition to the above, Card Logistics developed a proprietary smart card processor chip capable of storing the entire EHR and other data, within 16 separately encrypted sectors. This chip is registered for our use and distribution for any or all licensees of our patents.

The scope and potential of these utility patents, combined with their experienced management team, places CLI in position to maximize the market return for its unique technologies. CLI has identified Global Licensing Attorneys, Key Component Manufacturers, Software Developers, US & Global Licensing Agents, along with the licensing support/development staff for all these efforts, and is ready to act.

CLI Management Team

The Card Logistics’ Management Team brings an exceedingly qualified and diverse background to the Company, with extensive experience in identifying, managing, and applying leading edge technology. CLI will leverage both its valuable patents and corporate management expertise, and aggressively target these new opportunities as a market leader for the medical information and storage technology based products and services that can utilize Card Logistics patented proprietary smart card technology applications.

Bill Page, Chairman - over 28 years successful leadership of Large Enterprise IT Systems, including Global Communications Systems, inventor with multiple patents for the US and International Smart Card Markets, and a requested speaker for RSA.

Joe Fasulo, President & CEO - over 35 years in design and management of mission-critical IT applications, an accomplished Sales & Marketing Executive, a recognized ‘Team Builder’, and a consistent high achiever in global technology markets.

James Davis, CFO – a CMA with over 20 years Accounting & Banking experience with major institutions in key positions for Investments, Finance & Trust, and Chair for Certified Management Accountants of Nova Scotia, Bermuda Chapter.

Thaddeus Hollis, Director – Business Consultant with over 20 years’ experience providing operations, legal, and corporate structure development for overseas and US entities. Provides CLI management services support for all business operations.

John Dunn, Senior Project Manager - over 24 years of diverse managerial and technical experience in both IT and Business Operations within major organizations. Provides engineering support to the CLI smart card technology development projects.