

Captured from www.iesiusa.com on 16 Sept., 2005

Shareholders

On December 27, 2004 the Company filed their SB-2 document with the Securities and Exchange Commission in the United States.

This SB-2 filing took longer than expected due to fact that the complexity of the statement was much more extensive than originally anticipated. This was due in part to the large number of shareholders involved, the different securities laws within each of the provinces in Canada, and the adherence to the stringent compliance regulations now required in the U.S. by the Sarbanes-Oxley Act.

Please know that all Shareholders will still have four (4) months from the Effective Date to exercise their options to buy one (1) additional share of iESi stock at the original "per share" purchase price.. At that time, an additional registration statement will be filed to register those shares with the Securities and Exchange Commission, so those shares may be traded in the open market.

As soon as all filings have been completed with the Securities & Exchange Commission, you may request a certificate from the Company's transfer agent, Transfer Online, Inc. www.transferonline.com

If you have any questions concerning your iESi shares, please contact us at:
702.384.5665