

2-08-07



SatCom Shareholders Update

Dear Shareholders,

It has been a long time since I have updated you all on our company. I am pleased to inform you that we are still up and operating and I am still working diligently to bring the SatCom Librarian System to the world stage.

SatCom has recently signed an agreement with Global FranTech Group, to represent our company, and our products, in 220 countries around the world. We have recently submitted a bid, at the request of FranTech, to design and build a sub-orbital SatCom system in Liberia. We are awaiting word on the results of that bid, and will keep you informed as to our progress.

We have also recently submitted a bid for our SatCom Global System to a FranTech customer, with preliminary numbers for the design, implementation, and deployment of the orbital SatCom Librarian System for a global banking consortium. They have indicated they are very impressed and serious about our Global system and we are moving forward to a complete system design. Many of you will remember that we have already designed a global technical plan in conjunction with Stanford University in 2000. This technical plan, as you may realize, was very costly and extensive and will serve as a template for our updated plan.

As you are aware, 7 years of technological advances have to be incorporated into the new system and business and technical plans to design a new and still cutting edge system that we can be comfortable putting the SatCom name and reputation on.

These new developments are very encouraging to me personally and SatCom as a whole. I look forward to having another upbeat update letter in the very near future.

Lets each of us keep positive thoughts for the eventual success of our company.

My Warmest Regards,

**Lloyd D. Paine
President
SatCom, Inc**

