

# MachineTalker, Inc. Acquires Wideband Detection Technologies, Inc.

(Roland F. Bryan, President & CEO - 23 July 2007)

## Dear Shareholder:

This letter provides information on your Company's acquisition of 100% of Wideband Detection Technologies, Inc. In turn, WDTI owns a license to the design of a patented intrusion detector based upon Ultra Wide Band technology (UWB).

This product, called GuardDog, was developed by the Lawrence Livermore National Laboratories with funding from the Department of Energy and licensed to WDTI. Overall the UWB research by LLNL covers several products and so, in addition, we have obtained the option on future licenses of their developments in UWB communications and IDentification.

The GuardDog will be connected to a MachineTalker® for mounting within a shipping container. We expect this to be a unique approach to intrusion detection in that it fills the cavity with UWB Radio Frequency signals and determines the pattern of response or "signature" of the internal configuration of the container and its cargo. If anything changes, any movement or hole cut or the door opens, the GuardDog will make the Talker® aware. Even very slight movements are detected. In case the internal load shifted because of dropping or tilting or collision, any one of which might be an acceptable interior change, there is override circuitry to know of such impact

We will visit LLNL and obtain a complete portfolio of design, packaging, and support software for the several configurations that have been completed using the GuardDog basic design. We will then develop the interconnection method and test the completed intrusion detector.

The addition of this easy to use intrusion detector to our product line, a product that is needed and easy to explain, will help us generate interest within the shipping industry, specifically Homeland Security where we have been working on a number of contacts.

## For MachineTalker, Inc.

Roland F. Bryan  
President & CEO

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### Safe Harbor Statement

Matters discussed in this press release contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. When used in this press release, the words "anticipate," "believe," "estimate," "may," "intend," "expect" and similar expressions identify such forward-looking statements. Actual results, performance or achievements could differ materially from those contemplated, expressed or implied by the forward-looking statements contained herein. While reasonably expected, the company can make no assurances that there will be a material increase in actual trading volume. These forward-looking statements are based largely on the expectations of the Company and are subject to a number of risks and uncertainties. These include, but are not limited to, risks and uncertainties associated with: the impact of economic, competitive and other factors affecting the Company and its operations, markets, product, and distributor performance, the impact on the national and local economies resulting from terrorist actions, and U.S. actions subsequently; and other factors detailed in reports filed by the Company.