

January 1, 2011

To All Concerned parties:

This letter is to clarify the veterinary rights to the University of Pittsburgh patent portfolio surrounding the 6,777,231 patent and the portfolio of Artecel patents related to adipose stem cell therapy and technology. The University of Pittsburgh has exclusively licensed all of the human and veterinary fields of use of this portfolio to our corporation, Artecel, Inc. Artecel has, in turn, exclusively licensed the global veterinary rights to the commercial company Vet-Stem, Inc., in Poway, California.

To make clear, Vet-Stem, Inc. has the exclusive worldwide veterinary license rights to this portfolio. Neither Artecel nor the University of Pittsburgh has licensed any of these veterinary rights to other parties inside or outside the United States. Any inquiries regarding veterinary stem cell therapy that relate to this patent portfolio should be directed to the management at Vet-Stem, Inc. (www.vet-stem.com, 858-748-2004).

Sincerely,



Linda F. Powers
Chairman