



Wi-SKY Inflight Update:
23, 2009

December

A brief report of progress to date:

- We are progressing with the installation engineering for our first airline passenger demo flights in late spring (see attached press release, soon to be posted to the website)
- Our industrial designer will have the radio enclosure ready to submit to the FAA for certification in a matter of weeks
- In preparation for the passenger flights, we will be having inflight demonstrations of the radio in February for the Bundesnetzagentur (German FCC) as well as directors from the launch airline
- We have two major investors in the final stages of due diligence who are considering acquiring most of the balance of available treasury stock (no closing date set yet)
- We continue in our efforts to attract other major investors in the event the two current prospects fail to offer reasonable terms
- The Germany demo flight was a pleasant surprise and we are seeking a bridge loan of up to \$100K (convertible to stock at \$2.75 USD per share) to fund the expense of the test flight
- As a summary of our Intellectual Property for prospective investors, we have prepared the attached paper entitled Broadband Radio Evolution (soon to be posted to the website)
- Below is a "buy" recommendation for our stock by a German investor publication

Some of you have noticed that there is a restriction with the trading of our shares at Deutsche Bank. The situation arose when we were preparing for the Frankfurt listing and needed a CUSIP number. Because we were "foreign traded" all the stock was designated as "Reg S." Even though from the beginning of the listing the shares had been designated as Reg S, the brokers at Wachovia and Deutsche Bank assured us there would be "no problem" trading these shares. We even made them do sample purchases to demonstrate that they could complete the transaction.

Recently attorneys for Deutsche Bank have discovered that their firm is holding and trading “Reg S” (foreign traded) shares for U.S. citizens, and they stated Deutsche Bank is not permitted to process these shares. We have engaged legal counsel to look into the matter. It now appears that our original CUSIP designation of all Wi-SKY Inflight shares as “Reg S” was based on insufficient information. Some shares are actually “Reg D” shares, some are freely tradable (neither “Reg S” nor “Reg D”) and the shares owned by the company (treasure shares) are the “Reg S” shares. We now are in the process of assigning the proper classification to each investor’s shares, filing for additional CUSIP numbers and then locating a place to deposit and trade the shares in the U.S.

Thank you for your patience while we get the stock issue resolved. Dan Katz is actively working to resolve the proper classification, and you can feel free to contact him if you have any questions.

On behalf of the lean team at Wi-SKY Inflight, we wish you a joyous holiday season with family and friends. And we all certainly look forward to a prosperous new year.

Best regards,

M. Grant Sharp, CEO