

March 12, 2009

Founders Message #5

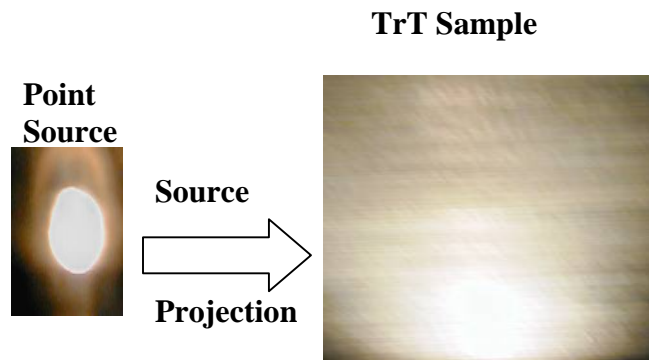
To All the Friends and Shareholders of Laser Energetics:

LEI is making great progress on many fronts. As mentioned in the last Founders message, I strongly believe LEI is going to have its best year in its history. We continue to deal with financial difficulties, but financing looks to be near. I'm continuing work on many different sources of capital with both corporate entities and high net worth individuals that can fund LEI with \$20,000,000 or more, which we are seeking to raise.

Mr. Beryl Wolk continues to assure me his money will be invested into LEI as soon as he receives his funding (now expected in mid March 2009). As much as I believe he'll make the investment upon his receiving his funds, I'm continuing pursue work on other funding sources. Although there is a very concerned financial investment mood out there, I believe our company's attractive technologies and potential, make us stand out. I believe we'll be in good shape by the end of March as well as the end of April 2009 with several of the financial opportunities I'm fully engaged in.

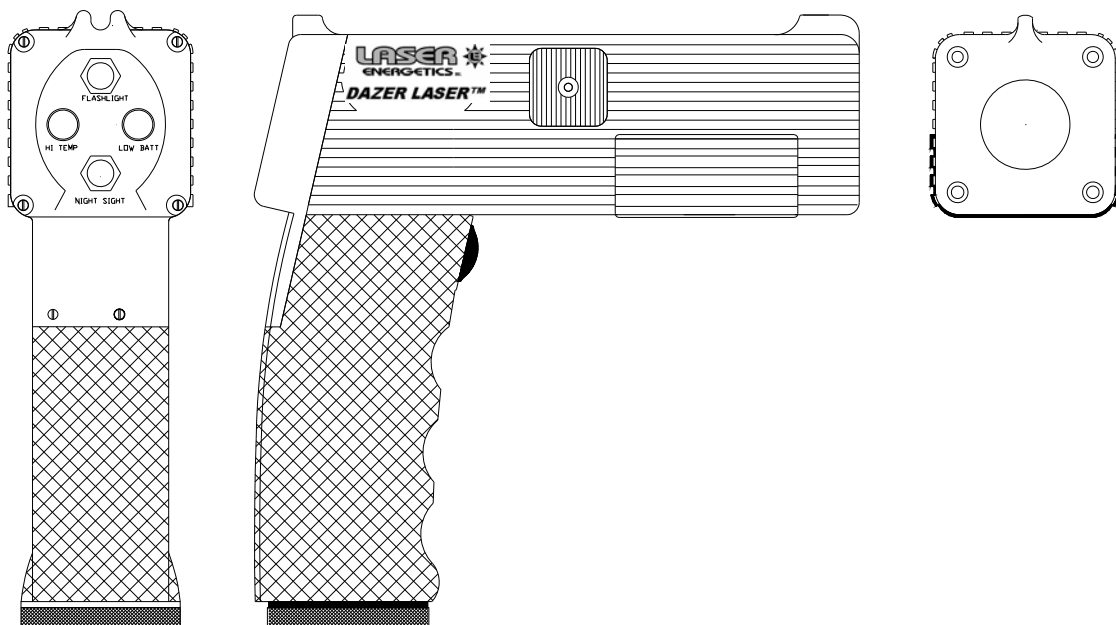
Status of Projects:

- **TRT Technology** - Laser Energetics completed its very complex mold to make our new TRT optical film for PDA's and mobile phones, for starters. The mold employs over 1000 parts and the final assembly was completed on December 23, 2008. We have made our first samples under the direction and control of Dr. Charles Rohn, who is regarded as one of the worlds best plastics scientists. Our first results look very good (picture below) and based upon this we expect subsequent samples to work as theoretically predicted. Further characterization will be performed on the next round of samples using the preferred end coupling of the light source to the TrT substrate. We expect to send out samples to potential clients before the end of April.



FIRST - TRT sample successfully diffusing light from a point source

- **Remote Sensing Alexandrite Laser** - We are continuing to discuss the next phase of working with the Army on our Remote Sensing Alexandrite Laser technology. We are currently working on our prototype while we work to move to the next phase of the development of a commercial product. ITT has run into some technical developments that are slowing things down for us. Those developments are due to be resolved by the mid summer as we have been informed recently. We will continue our work on the laser in a minimal capacity while we wait for financing to go full speed ahead.
- **HygeniLase** - Laser Energetics is preparing a prototype laser for HygeniLase that will exhibit the specification, which we'll be using in the manufactured laser for the application of teeth cleaning. We expect to have the prototype completed before the end of April 2009 due to delays from one of our vendors on crystal coatings for making UV light.
- **Dazer Laser™** - Laser Energetics has completed the engineering of the first Dazer Laser™ Pistol for Non-Lethal temporary vision impairment, which affects the vision of, and enemy combatant, and disorients them for several minutes. The first two models are engineered. With recent developments we are going to have the first units available for demonstration before the end of May 2009, and we already have several potential clients for possible orders well before then. There will be several press releases coming shortly on this technology and our business model for this product.



Expansion of Laser Energetics Facility – LEI accelerated and has now completed the build out for our expansion project which almost doubles our floor space in anticipation of a near term startup of our Dazer production line. This space also includes additional room for assembly of Lasers, as well as a Lab area for TRT Technology.

The Laser Energetics world-class team is working hard to achieve **World Class** success! Winners Never Quit, and Quitters Never Win! That is why the future is ours!
All the Best!

Sincerely,

Robert D. Battis
Founder, President & CEO
Laser Energetics, Inc.