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Message from the Chairman

August 21, 2008

Dear Shareholder,

As we move through 2008, we are busy implementing our licensing program, as more fully described in our 2007 Annual report. So far this year we have licensed our intellectual property to one major company. At the same time, we have been busy speaking with other companies that we believe are benefiting from our patented technology and while there can be no guarantees, we hope to achieve additional patent licenses and associated revenues during 2008. Hopefully, we will be able to achieve our goals without the need for further litigation.

Attached, you will find Summary Financials for Q2 2008. You can access the complete financials on our website: www.burst.com.

Thank you for your continued support!

Sincerely,

Richard Lang
Chairman, Co-Founder & CEO