

	A	B
1		Cinpathogen, Inc.
2		Second Quarter of 2007 Milestones on the Critical Path
3		The Shanghai Health Study
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7		<u>Summary</u>
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9		The study extension effectively began in January 2007 with anticipated completion within
10		a two year period and we are now approximately 4.5 months into this project. Although
11		significant progress has been made the laboratory has been without funds for this time,
12		and all operations have stopped. Since emergency funds were received just this week,
13		we can now begin to honor our obligations. However, we estimate these funds will
14		probably not cover back pay, all of our encumbrances and pay laboratory expenses
15		going forward through June.
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17		The immediate workscope is divided into 5 major tasks. The significant milestones on
18		the critical path expected to be completed in the second quarter of 2007 are shown in
19		the table below.
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23		<u>Milestone Description</u>
24		1. Pay back salaries and satisfy accumulated obligations, restore laboratory and EA
25		operations, and re-establish relationships with Shanghai hospitals.
26		2. Update estimates of AML and NHL for 2Q with documented informed consents
27		and work history questionnaire administration.
28		3. Reestablish case accrual at participating Shanghai Hospitals and monitor
29		participation to extent possible.
30		4. Reestablish necessary EA activities for continued development of the EA matrix.
31		5. Continue to work with Dr. Judy Baldwin to develop procedures in support of
32		QA/QC for CC/DP studies.
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36		<u>Assumptions</u>
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38		The schedule and expected milestone completions are subject to a number of internal
39		and external influences, some of which can neither be projected nor controlled by the
40		study manager and/or the study team. Our schedule for this study is based upon the
41		following assumptions:
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43		* Additional required funding is available and provided prior to a second closure of the
44		laboratory brought about by a lack funds.
45		* The laboratory is successful in re-establishing normal operating relationships with
46		participating Shanghai hospitals within a month. This may prove to be overly optimistic
47		given the lack of timely funding.
48		* There is no scenario that can reasonably be expected to result in a successful
49		conclusion if laboratory and field operations are terminated a second time due to the
50		absence of required funds.
51		* There are no other unforeseen obstacles.

FAX COVER SHEET

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