



TO: The Shareholders of MineralRite Corporation

FROM: James Burgauer, President

RE: Stock Splits: Forward and Reverse

DATE: December 27, 2023

PREFACE

The Investor Relations section of the new website has been designed to offer prospective investors and current shareholders both News, Press Releases and Financial Filings and Investor Submitted Q & A in a convenient, organized, accordion format which we hope you will find to be both informative and visually appealing.

In most cases, shareholder questions can be properly answered by Investor Relations in a few short lines and they are prepared to do just that in a timely fashion.

However, certain subjects will require more thorough responses, so I will personally attempt to address these issues myself with more detailed explanations such as this one. I will then ask Investor Relations to link my written responses into their replies accordingly.

SUBJECT MATTER - WHAT IS RITE'S POSITION ON A REVERSE STOCK SPLIT?

Historically there was a time and place for company management to engage in both forward and reverse stock splits to better manage the price points at which their shares were trading, though the advent of decimalization and ECN's has certainly made that practice less necessary.

In more recent times, reverse splits have come into vogue by companies who attempt to use them to meet the price points required to maintain their listings on certain "exchanges" or to attempt to meet the criteria imposed by certain "institutional players." Any true student of the markets will realize that such attempts are more often than not totally fruitless; and the market cap's of the companies that play these games end up getting creamed in the short-to-medium term. That is to say, more often than not, when a company engages in a reverse split, after all the dust settles, the company finds that price of its stock sells off and eventually resettles at or around the same price post-split. (Mathematically that equates to the post-split stock price falling to "1 / reverse split ratio" of its pre-split price. A recent example of this is the fate suffered by Borqs Technologies, Inc.)

My personal position on this subject is that the true market price of a stock is based on several factors, including the current and expected future stage of the company in its life cycle (e.g. explosive growth, sustained growth, maturity, etc.); the company's fundamentals (e.g. activity measures, coverage measures, profitability measures, etc.); and various market technical considerations (e.g.

**MINERALRITE
CORPORATION**

Symbol: RITE

325 N. St. Paul Street, Suite 3100
Dallas, Texas 75201

www.mineral-rite.com

+1 469.881.8900 Main
+1 469.536.0010 Investor Relations
+1 469.536.0011 Operations
+1 469.536.0012 Administration
+1 469.536.0013 Accounting



share ownership, share overhang, sentiment indicators, etc.). Though I hate to say this, a good place to find more information on this subject might be the book I wrote entitled *Do-It-Yourself Investment Analysis: Practical Guide to Life Cycle, Fundamental, & Technical Analysis*, ©1990 Probus Publishing Company.

It is my personal belief that if management truly wants to move the price of their company's stock up, then management needs to take overt action and perform; that is, management needs to grow the company's profitability and make money for its shareholders. It is also my personal belief that a company's stock price will approximate the net present value of the sum of the company's future earnings stream; so, management needs to grow that future earnings stream if it wants the price of the company's stock to grow.

In reality, there may be situations where it is right and proper to adjust the capital stack of a company by splitting or reverse splitting the company's stock; but trying to "spooof the market" is not a right and proper reason.

In closing, let me reiterate what I said in my prior Shareholder memo: It is our intention to infuse, develop and acquire new, on-going, and profitable streams of business and parlay that activity into the development of other projects and asset rich acquisitions.

Safe Harbor

This release contains statements that constitute forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These statements appear in a number of places in this release and include all statements that are not statements of historical fact regarding the intent, belief or current expectations of MineralRite Corporation, its directors or its officers with respect to, among other things: (i) financing plans; (ii) trends affecting its financial condition or results of operations; (iii) growth strategy and operating strategy. The words "may," "would," "will," "expect," "estimate," "can," "believe," "potential" and similar expressions and variations thereof are intended to identify forward-looking statements. Investors are cautioned that any such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, many of which are beyond MineralRite Corporation's ability to control, and that actual results may differ materially from those projected in the forward-looking statements as a result of various factors. More information about the potential factors that could affect the business and financial results is and will be included in MineralRite's filings with OTC Markets and the Securities and Exchange Commission.
