

## MESSAGE FROM THE PRESIDENT

January 12th, 2022

Another year has passed and we wish to thank all our Shareholders and other Stakeholders for their continued support and patience.

IHS has made significant gains in its efforts to market and sell into the various global marketplaces in spite of a continuing changing Global Economy amidst tighter global regulations and various international Tariffs and the continued effect of the pandemic. This past year has seen increased interest and demand in India. After a successful pilot with the Indian Navy in a Phase one installation we have moved on to Phase Two with the Indian Navy through our Licensee David Rai, The baseline has been established and the pilot will begin with the Indian Navy under supervision of our Indian Licensee.

Our monthly videos again have tried to keep you informed of our progress toward our ultimate goal of providing an ROI as soon as possible. To this end, we believe that we have enhanced shareholder value resulting from the following endeavours:

### 1.0 In Canada:

- 1.1 A milestone event, the signing of a Dealer Agreement with Hydrogen Plus (Harold Zibell and Rick Yuck). This was the beginning of the turnaround for IHS
  - 1.1.1 Hydrogen Plus brought on installs in the oilfields with Alberta Aggregate's Stone Crusher Gen Set and United Rentals Install in Fort McMurray
  - 1.1.2 The development of a Dealer Agreement with Empowered Hydrogen Technologies Inc., A Michael Weston Company resulting in an initial order of 251 units expected early 2022.
  - 1.1.3 Forged a relationship with GKN Hydrogen beginning in January 2021. GKN is a multinational company with annual turnover of \$11 billion. They are introducing a Metal Hydride Storage system utilizing low pressure of only 40 bar. This has opened a whole new revenue stream for IHS moving us from a transitional technology to a "Tomorrow's Technology" today.

2.0 In the United States IHS has made significant strides in the following key areas:

- 2.1 IHS is anxiously awaiting the awarding of Phase 3 of our contract, which based on recent discussions, is expected in March, 2022. After having successfully completed Phase 2 in Augsburg Germany in November 2018 whereby we completed a modeling contract with Fairbanks Morse and MAN Diesel and Turbo Engineering on behalf of the US Navy. This modeling was successful in proving that our technology would not harm a \$30M engine. Phase 3 is the deployment to conduct a pilot to achieve key emissions reductions and fuel savings. After the successful completion of Phase 3, we move on to Phase 4 deployment of our technology with a value of \$2.1M USD in the 3<sup>rd</sup> quarter of 2022
- 2.2 Signed an Agreement with ADI Technologies, a group specializing in US Military Contracts presently working with Oshkosh Corporation on behalf of IHS.

3.0 Along with the Indian Navy project noted above, our list of activities in foreign jurisdictions that will certainly add share value are the various expressions of interest we are presently negotiating; including the final stages of a pilot in South Africa under the supervision of the South African Bureau of Standards. An IHS shareholder is part of the South African Licensee group.

All of the above activities have helped in our quest of raising capital through various means, including Private Placements which are intended to provide funding needed for capital growth and support to allow us to successfully launch our anticipated IPO. We are truly weeks away from the launch.

In addition, we continue to pursue any and all expressions of interest from both small companies and large multinationals (including O.E.M.'s) towards the further exploitation of our technology. These are in early stages, but IHS is listening and will keep you updated.

We will continue to aggressively pursue what is in the best interests of all our shareholders.

Thank you

Respectfully submitted.

Joseph C. Williams  
President