Jet Medical Inc. Notice of Entry into Deferred Prosecution Agreement

Jet recently entered into a Deferred Prosecution Agreement ("DPA") and civil settlement with the United States of America in connection with the sale and distribution of the Allevio catheter. This letter provides you with additional information about the settlements, explains our commitments going forward, and tells you how to obtain more information about those commitments.

In general terms, the Government alleged that Jet unlawfully marketed and distributed its product Allevio for intended uses not approved or cleared by the Food & Drug Administration (FDA) and that these activities violated the Federal Food, Drug, and Cosmetic Act.

To resolve these matters, Jet entered into the DPA, with the U.S. Department of Justice and the U.S. Attorney's Office for the Southern District of Illinois, in which the United States agreed to discontinue and defer its criminal prosecution of Jet, for violating the Federal Food, Drug, & Cosmetic Act, subject to certain conditions, including maintaining our existing comprehensive compliance and ethics program, undertaking certain actions designed to advance compliance with federal healthcare program and FDA requirements, making periodic compliance certifications to the Department of Justice, and paying a monetary penalty of \$200,000. Jet also entered into a separate civil settlement whereby Jet agreed to pay an additional \$545,133.72, which includes reimbursement to federal healthcare programs. Copies of and more information about these settlements may be found at the following website:

 $\underline{https://www.justice.gov/opa/pr/jet-medical-and-related-companies-agree-pay-more-700000-resolve-medical-device-allegations}$

We also agreed to provide this notice to Allevio users to inform them this resolution and to remind them that they are encouraged to report any questionable practices by our employees to Jet Compliance Department (1-215-859-2589 or compliance@alleviospg.com) or the FDA (l-888-INFO-FDA).

You should direct any medical questions or concerns about our products to our Medical Information Team (1-267-772-1778 or medinfo@alleviospg.com).

/s/ Timothy Schweikert President Jet Medical, Inc.