

SHAREHOLDERS REPORT

Tuesday, December 22, 2009

Oklahoma City, Oklahoma. **ARTEC, Inc.**[™] wishes the shareholders and general public Happy Holidays. We look forward to a proactive new year.

As an update, our dedicated scientists have improved TUBERCIN[™]; and we continue to work closely with our South Africa and Bahamas contacts—Rodney Watson and Cecil Thompson respectively, for the distribution of TUBERCIN[™]. We will continue to keep our shareholders informed as we proceed.

We are in touch with Dr. Tai Ho Chung and his son C.C. Chung, and we are focused on reviewing events that could effectively help bring TUBERCIN[™] to market sooner. Will keep the shareholders posted on our results.

Our insurance prospect, that involves a more direct participation and ownership potential than previously considered, is progressing along expeditiously. As we proceed with this deal we will keep our shareholders informed.

Financially speaking, we have weathered the economic storm that had untracked many small entrepreneurial companies similar to ours. We would like to thank our shareholders for the continued trust and support during this difficult period.

As we continue with the aforementioned activities, we will update our shareholders during the first quarter of 2010.

Sincerely,
Dr. Ronald Shinn,
in behalf of the Board of Directors,
Founding Fathers and Officers of
ARTEC, Inc.[™]