

SUPPLEMENTAL INFORMATION
JUNE 5, 2012



ALGAE FARM (USA), INC.

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Algae Farm (USA), Inc. has received an office action from the United States Patent and Trademark Office ("USPTO") requesting an election of claims. ALGF filed a non provisional utility application, "Device and Method for Production of Algae," on August 30, 2010. The application has been in review status since the initial filing date, ALGF's Intellectual Property counsel was contacted by USPTO on June 1, 2012. ALGF has elected to pursue its process claims on the initial filing and will pursue a divisional application for its mechanical apparatus claims. Specifically, the Company will now have separate patent applications, one for its process and the other for its mechanical apparatus. As a result of these actions ALGF's expectation is to be awarded two patents instead of one.

June 5, 2012

/s/ Rick Berman

Rick Berman

President, Chief Executive Officer, Director