

SIGNAL ADVANCE, INC.
2018 ANNUAL SHAREHOLDERS' MEETING MINUTES
26 JUNE 2018

The meeting is called to order at 10:06 AM.

Officers/Directors in Attendance: Chris Hymel, Richard Seltzer, Ron Stubbers, Malcolm Skolnick.

Reading of the Minutes of the previous annual shareholders' meeting was waived by majority vote.

Dr. Hymel presided as the Chairman of the Meeting and introduced the directors/officers in attendance.

Dr. Skolnick was appointed Secretary of the Meeting

Dr. Hymel was appointed as Inspector of Elections for the Meeting.

Attestation was made as to the delivery, to the email or mailing addresses of record, commencing on June 5, 2018, of the following materials relating to this Annual Meeting to all stockholders of record of common stock of the Company as of the close of business on the Record Date - incorporated herein by reference. The following items establishing such notice are to be filed with the Company's corporate records:

- 1) A list of the holders of Common Stock of the Company as of the close of business on the Record Date of June 1, 2018, from the Shareholders' List of Nevada Agency and Transfer Company, the Company's Transfer Agent;
- 2) The Cover letter and notification of the 2018 Meeting dated June 5, 2016;
- 3) The Company's Proxy Statement, dated June 1, 2018;
- 4) The Proxy for all holders of record of common stock of the Company as of the close of business on the Record Date;
- 5) Minutes of the 2017 Annual Shareholders' Meeting;
- 6) The Company's Annual Report for the fiscal year ended December 31, 2017;

Dr. Hymel confirmed that properly executed proxies, received timely, were examined and, in conjunction with the shares represented by attendees, a total of 10,963,200 10,995,200 shares of the Company's common stock (approx. 71.9% of all issued and outstanding shares) are represented at the Meeting, constituting a quorum.

The order of business for the Meeting:

1. To elect four Directors to serve for the coming year & until successors are elected.
2. To ratify the selection by Board of Directors of independent auditors for the fiscal year ending December 31, 2016.
3. To authorize the board to 1) transfer assets, liabilities, etc. to a new private entity in which current shareholders acquire pro-rata number of shares in the new entity, and 2) enter into a share exchange/purchase and merger agreement for 100% of the outstanding shares of the current public company.
4. To ratify all proceedings of the corporation and actions of the Officers since the last shareholders' Meeting.
5. To approve minutes of previous annual shareholders' meeting.

The five proposals and the voting standards for approval of the proposals were presented as follows:

For Proposal 1, the election of Directors, the four persons receiving the greatest numbers of votes would be elected Directors of the Company.

Proposals 2, 4 and 5 will be adopted if approved by the affirmative vote of a majority of the shares of the Company's stock represented and voting at the Meeting.

Proposal 3 will be adopted if approved by the affirmative vote of at least 2/3's of the shares of the Company's stock represented and voting at the Meeting.

The polls were then declared open.

Meeting was opened for discussion of the proposals followed by voting.

Polls closed following discussion and voting.

Dr. Hymel summarized the Company's current state and alternatives for continuing operations, the near and far-term challenges as well as progress made.

- 1) Damage to the Company office as a result of the flooding resulting from Hurricane Harvey was discussed. Damage assessed to date included office equipment/furniture, computer hardware, etc. Due to the President efforts during the flood, the majority of the Company's computer software, data, prototype, business records, etc. were saved. The Company CEO setup temporary operations in his residence home, despite flood damage.
- 2) Progress on Neural Training (NT) system development under Biodyne Development, LLC. a majority-owned subsidiary of Signal Advance, was discussed. Intellectual property derived from the development of the Neural Training delivery system is considered suitable for patent protection when resources are available
- 3) Concerns related required capital to execute business plan and current challenges attracting investment funding.
- 4) The options for the proposed sale of the Company's public shell and recommended share exchange logistics - the surrender of shares in the current public Company in exchange of pro-rata shares in a new private entity. Potential interest in the Company's public shell and the terms being considered for a merger with the public entity and acquisition of assets, liabilities, NOL's etc. by the new private entity. Discys==use merger agreement likely to included cash plus 5-10% ownership in the acquiring company.

Meeting opened again for general questions and comments.

Set forth below are the matters acted upon by the shareholders at the Annual Meeting, and the final voting results of each proposed resolution.

1. Election of Directors

The shareholders elected four directors to serve as directors. The results of the vote were as follows:

	<u>For</u>	<u>Against</u>	<u>Abstain</u>
Chris Hymel	10,963,200	-0-	32,000
Richard Seltzer	10,963,200	-0-	32,000
Ron Stubbers	10,963,200	-0-	32,000
Malcolm Skolnick	10,963,200	-0-	32,000

2. To ratify the appointment of LBB and Associates, Ltd, LLP, if needed, as the Company's independent registered public accountant for fiscal year 2017

The results of the vote were as follows:

	<u>For</u>	<u>Against</u>	<u>Abstain</u>
	10,963,200	-0-	32,000

3. To authorize the board to 1) transfer assets, liabilities, etc. to a new private entity in which current shareholders acquire pro-rata number of shares in the new entity, and 2) enter into a share exchange/purchase and merger agreement for 100% of the outstanding shares of the current public company

The results of the vote were as follows:

	<u>For</u>	<u>Against</u>	<u>Abstain</u>
	10,963,200	-0-	32,000

4. To ratify all proceedings of the corporation and actions of the Officers since the last shareholders' Meeting

The results of the vote were as follows:

	<u>For</u>	<u>Against</u>	<u>Abstain</u>
	10,963,200	-0-	32,000

5. To approve minutes of previous annual shareholders' meeting

The results of the vote were as follows:

	<u>For</u>	<u>Against</u>	<u>Abstain</u>
	10,963,200	-0-	32,000

It is important to note that the 10,963,200 votes for resolution 3, regarding the reorganization of the Company and potential merger into the Company's public entity, represents 71.7% of the total issued and outstanding shares of the Company. In the State of Texas, a 2/3's (66.7%) vote is required for such corporate actions.

The shareholder's meeting was adjourned at 10:15 AM.

A Meeting of the Board of Directors was called immediately thereafter to appoint officers. The results are as follows:

Dr. Hymel was appointed President/Treasurer and CEO

Dr. Skolnick was appointed Secretary.

Mr. Stubbers was appointed Vice-President

Respectfully submitted


Chris M Hymel, CEO

29 June 2018