

ALTERNET SYSTEMS, INC.

Initial Survey Results Confirm ALYI Crypto Project Set to be Huge Success

Rob Goldman
rob@goldmanresearch.com

December 5, 2019

ALTERNET SYSTEMS, INC. (OTC – ALYI - \$0.0056)

Price Target: \$0.09

Rating: Speculative Buy

COMPANY SNAPSHOT

Alternet Systems, Inc. is focused on offering varied, environmentally sustainable, energy storage solutions for targeted markets, including consumer electric vehicles and military applications. The first product category is lithium battery-powered motorcycles, to be followed by motorbikes. These products are released through its newly launched ReVolt Electric Motorbikes subsidiary.

KEY STATISTICS

| | |
|-------------------------|--------------------|
| Price as of 12/4/19 | \$0.0056 |
| 52 Week High – Low | \$0.0695 - \$0.004 |
| Est. Shares Outstanding | 479.1M |
| Market Capitalization | \$2.7M |
| 30-Day Average Volume | 6,990,599 |
| Exchange | OTCPK |

COMPANY INFORMATION

Alternet Systems, Inc.
 1319 Crampton Street
 Dallas TX 75207

Web: www.alternetsystemsinc.com
 Email: info@lithiumip.com
 Phone : 800.713.0297

INVESTMENT HIGHLIGHTS

Background: GSCR is in the midst of completing a survey of consumers regarding cryptocurrency and the interim results could not be better for ALYI. The survey respondents are from across all geographies and skew a bit younger on age and to the male gender, as expected. What was unexpected was the affirmation that bringing together crypto with ALYI's sustainable technology is considered a winning combination by respondents.

Our objectives were met and the responses suggested that consumers are fans of crypto and the ALYI strategy. Our 15-question survey sought to achieve 3 primary goals: Ascertain consumer knowledge and sentiment of crypto, confirm the current or potential use/investment in crypto, and generate indications of interest in a crypto offering tied to the ALYI project.

Social media, the environment, buzzwords, and tech “rock star” drove respondents’ favorability toward crypto and other digital currencies. Most consumers have little deep knowledge of crypto and a meaningful number had some wariness, due largely to lack of knowledge. But there was broad familiarity with Bitcoin. Favorability rose when informed of the relationship between Africa, crypto and the founder/CEO of Twitter/Square. It jumped another notch when informed that crypto funding would be the vehicle to raise money for an electric vehicle project to aid consumers in Africa.

In a nutshell...Crypto has a mixed but generally positive sentiment among our respondents. It leapt higher when informed of the Twitter/Square CEO's move to Africa for 6 months and the huge opportunity digital currencies in Africa represent. Plus, there was meaningful potential interest in participating in an Initial Coin Offering (ICO) by ALYI and its partner to fund its prospective \$300M electric vehicle project. Clearly, this is a huge positive for ALYI and prompts us to reiterate our \$0.09 price target. Full survey results will be published in late December.



SENIOR ANALYST: ROBERT GOLDMAN

Rob Goldman founded Goldman Small Cap Research in 2009 and has over 20 years of investment and company research experience as a senior research analyst and as a portfolio and mutual fund manager. During his tenure as a sell side analyst, Rob was a senior member of Piper Jaffray's Technology and Communications teams. Prior to joining Piper, Rob led Josephthal & Co.'s Washington-based Emerging Growth Research Group. In addition to his sell-side experience Rob served as Chief Investment Officer of a boutique investment management firm and Blue and White Investment Management, where he managed Small Cap Growth portfolios and *The Blue and White Fund*.

ANALYST CERTIFICATION

I, Robert Goldman, hereby certify that the view expressed in this research report accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the recommendations or views expressed in this research report.

DISCLAIMER

This *Opportunity Research* report was prepared for informational purposes only.

Goldman Small Cap Research, (a division of Two Triangle Consulting Group, LLC) produces research via two formats: *Goldman Select Research* and *Goldman Opportunity Research*. The *Select* format reflects the Firm's internally generated stock ideas along with economic and stock market outlooks. *Opportunity Research* reports, updates and Microcap Hot Topics articles reflect sponsored (paid) research but can also include non-sponsored micro-cap research ideas that typically carry greater risks than those stocks covered in the *Select Research* category. It is important to note that while we may track performance separately, we utilize many of the same coverage criteria in determining coverage of all stocks in both research formats. Research reports on profiled stocks in the *Opportunity Research* format typically have a higher risk profile and may offer greater upside. Since 2018, *Goldman Small Cap Research* has been compensated by the Company in the amount of \$14,500 for a research services, including this update. All information contained in this report was provided by the Company via filings, press releases or its website, or through our own due diligence. Our analysts are responsible only to the public, and are paid in advance to eliminate pecuniary interests, retain editorial control, and ensure independence. Analysts are compensated on a per report basis and not on the basis of his/her recommendations.

Goldman Small Cap Research is not affiliated in any way with Goldman Sachs & Co.

Separate from the factual content of our articles about the Company, we may from time to time include our own opinions about the Company, its business, markets and opportunities. Any opinions we may offer about the Company are solely our own and are made in reliance upon our rights under the First Amendment to the U.S. Constitution, and are provided solely for the general opinionated discussion of our readers. Our opinions should not be considered to be complete, precise, accurate, or current investment advice. Such information and the opinions expressed are subject to change without notice.

The information used and statements of fact made have been obtained from sources considered reliable but we neither guarantee nor represent the completeness or accuracy. *Goldman Small Cap Research* did not make an independent investigation or inquiry as to the accuracy of any information provided by the Company, or other firms. *Goldman Small Cap Research* relied solely upon information provided by the Company through its filings, press releases, presentations, and through its own internal due diligence for accuracy and

completeness. Such information and the opinions expressed are subject to change without notice. A *Goldman Small Cap Research* report or note is not intended as an offering, recommendation, or a solicitation of an offer to buy or sell the securities mentioned or discussed. This report does not take into account the investment objectives, financial situation, or particular needs of any particular person. This report does not provide all information material to an investor's decision about whether or not to make any investment. Any discussion of risks in this presentation is not a disclosure of all risks or a complete discussion of the risks mentioned. Neither *Goldman Small Cap Research*, nor its parent, is registered as a securities broker-dealer or an investment adviser with FINRA, the U.S. Securities and Exchange Commission or with any state securities regulatory authority.

ALL INFORMATION IN THIS REPORT IS PROVIDED "AS IS" WITHOUT WARRANTIES, EXPRESSED OR IMPLIED, OR REPRESENTATIONS OF ANY KIND. TO THE FULLEST EXTENT PERMISSIBLE UNDER APPLICABLE LAW, *TWO TRIANGLE CONSULTING GROUP, LLC* WILL NOT BE LIABLE FOR THE QUALITY, ACCURACY, COMPLETENESS, RELIABILITY OR TIMELINESS OF THIS INFORMATION, OR FOR ANY DIRECT, INDIRECT, CONSEQUENTIAL, INCIDENTAL, SPECIAL OR PUNITIVE DAMAGES THAT MAY ARISE OUT OF THE USE OF THIS INFORMATION BY YOU OR ANYONE ELSE (INCLUDING, BUT NOT LIMITED TO, LOST PROFITS, LOSS OF OPPORTUNITIES, TRADING LOSSES, AND DAMAGES THAT MAY RESULT FROM ANY INACCURACY OR INCOMPLETENESS OF THIS INFORMATION). TO THE FULLEST EXTENT PERMITTED BY LAW, *TWO TRIANGLE CONSULTING GROUP, LLC* WILL NOT BE LIABLE TO YOU OR ANYONE ELSE UNDER ANY TORT, CONTRACT, NEGLIGENCE, STRICT LIABILITY, PRODUCTS LIABILITY, OR OTHER THEORY WITH RESPECT TO THIS PRESENTATION OF INFORMATION.

For more information, visit our Disclaimer: www.goldmanresearch.com