

A Few Words about OTC Companies

If you've never invested in an OTC company, you may be wondering if these companies are truly viable or "real investments". Not only can OTC companies be viable, they also have the potential to provide extreme returns on investment. They offer a chance for investors to get in on the ground floor of something that might possibly grow much larger.

Numerous companies use the OTC as a stepping-stone to NASDAQ. For instance, roughly 20% of the companies that became listed on the NASDAQ in 2007 came from the OTC. And on the other hand, some BIG companies just remain on the OTC rather than deal with the (some would argue pointless?) burdens of full SEC compliance. You may have already invested in an OTC company and not even realized it. Nintendo, Nestle, Volkswagen, and many other names you recognize actually trade OTC and not on the "name" exchanges. For a quick look into the OTC market, visit the following link.

http://www.pinksheets.com/pink/marketactivity/rt_trade_stats.jsp

Surf around the site and you will get an idea of the vibrant and active trading that goes on every day. Since the stocks are mostly micro-caps, the typical investor is there looking for "the next big thing". If you are the type of investor that wants to find a stock before everyone else does, OTC is one of the best places to look. Most micro caps get no analyst coverage, so an investor who does his or her homework may actually gain an edge.

Not only do many OTC companies have potential, they can also offer incredible value for today. An early stage investment allows you to own a much larger share in a company than you could with a company that's already well known. With a smaller investment comes the opportunity for larger returns; it's much easier to double your money when a stock just has to go from \$1 to \$2 per share rather than if it has to go from \$20 to \$40 per share.

The right OTC companies have long performed well, and this current stock offering is MK Automotive's final step prior to listing. The offering stock price is \$1 per share. Once we have a sufficient number of shareholders and the offering is closed we will apply for our ticker symbol. As soon as the symbol is issued by FINRA all restrictions will be removed from your stock certificate and the shares can be freely traded at any brokerage account. You then will have the opportunity to sell your shares or buy more on the open market subject to the same generic conditions as any other publicly traded stock.

We hope you'll join us on our journey.

Mike