



CALISTA CORPORATION
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October 23, 2013

Public Censure of Director Michael Akerelrea and Disclosure of Violations and Sanctions

Calista Corporation announces that after an extensive investigation, its Ethics Committee found unanimously that Director Michael Akerelrea committed various violations of his statutory fiduciary duties of care and loyalty as a Director as well as of Calista's Code of Business Ethics for Directors.

Specifically, these violations include claiming and receiving unauthorized and excessive per diem and incurring excessive lodging and related expenses. Most importantly, however, the Ethics Committee found that Director Akerelrea voted to falsify corporate meeting minutes in two instances. All of this conduct is a serious violation of Director Akerelrea's duties as a Director of Calista.

Accordingly, the Board of Calista Corporation has determined that Director Akerelrea's conduct constituted a violation of his statutory duties of care and loyalty as a Director as well as of Calista's Code of Business Ethics for Directors, and that such conduct warrants a response designed to stop such conduct and ensure that similar conduct does not occur in the future. Accordingly, the Ethics Committee unanimously recommended and the Board enters the following sanctions against Director Akerelrea:

- (i) Public censure of Director Akerelrea and disclosure of violations and sanctions;
- (ii) Cessation of Director Akerelrea's corporate benefits and compensation for three months;
- (iii) Require that Director Akerelrea reimburse Calista for his improper and excessive costs in the amount of \$455.61; and
- (iv) A request that Director Akerelrea resign from the Calista Corporation Board of Directors.

This letter is being made part of the public record. Consequently, disclosure of this censure letter will be available and/or furnished to shareholders and others.

Willie Kasayulie
Chair, Board of Directors