



CALISTA CORPORATION
www.calistacorp.com

October 23, 2013

Public Censure of Director JoAnn Werning and Disclosure of Violations and Sanctions

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

Specifically, the Ethics Committee found that Director Werning voted to falsify corporate meeting minutes in two instances. This conduct is a serious violation of Director Werning's duties as a Director of Calista.

Accordingly, the Board of Calista Corporation has determined that Director Werning's conduct constituted a violation of her 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 Werning:

- (i) Public censure of Director Werning and disclosure of violations and sanctions;
- (ii) Cessation of Director Werning's corporate benefits and compensation for three months;
- (iii) Request that Director Werning 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