

IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF COLORADO

RAINBOW REWARDS USA, INC., a Delaware corporation,

Plaintiff,

v.

SOURCE, INC., a Delaware corporation,

Defendant.

EXHIBIT 2 TO COMPLAINT

**PATTERSON &
SHERIDAN, LLP**
ATTORNEYS AT LAW

December 12, 2006

*Via CM/RRR #7004 1160 0007 2642 9072
Confirmation via U.S. Mail*

*Via CM/RRR #7004 1160 0007 2642 9089
Confirmation via U.S. Mail*

Steve Katich, President
Rainbow Rewards USA, Inc.
999 18th Street, Suite 2250
Denver, CO 80202

Steve Katich, President
Rainbow Rewards Colorado, Inc.
999 18th Street, Suite 2250
Denver, CO 80202

RE: United States Patent Nos. 4,941,090; 5,117,355; 5,202,826; and RE 36,116

Dear Mr. Katich:

We enclose copies of United States Patent Numbers 4,941,090; 5,117,355; 5,202,826; and RE 36,116, which have been exclusively licensed to our client Source, Inc. Source may be interested in discussing potential licensing arrangements with Rainbow Rewards in connection with your Rainbow Rewards loyalty program. You are hereby notified pursuant to 35 U.S.C. § 287(a) that your activities relating to your Rainbow Rewards loyalty program infringe at least one claim of U.S. Patent No. RE 36,116.

Source has previously negotiated mutually beneficial patent licenses with several leading companies in the loyalty industry. Should you have an interest in discussing potential licensing arrangements, we invite you to contact me.

Sincerely,

PATTERSON & SHERIDAN, L.L.P.

Todd Patterson, Esq. M.P.

B. Todd Patterson

BTP/dld

Enclosures: U.S. Patent No. 4,941,090
U.S. Patent No. 5,117,355
U.S. Patent No. 5,202,826
U.S. Patent No. RE 36,116

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