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**Certificate of Designation**  
 (PURSUANT TO NRS 78.1955)

Entity #:  
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 In the office of

*Dean Heller*

Dean Heller  
 Secretary of State

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**Certificate of Designation**  
**For Nevada Profit Corporations**  
**(Pursuant to NRS 78.1955)**

**1. Name of corporation:**

Quantum Bit Induction Technology, Inc.

**2. By resolution of the board of directors pursuant to a provision in the articles of incorporation, this certificate establishes the following regarding the voting powers, designations, preferences, limitations, restrictions and relative rights of the following class or series of stock:**

Class B Common:

Class B Common Shares may be issued on instructions from the Officers of the Corporation.

Class B Common Shares may be converted into Common Capital Shares anytime at the choosing of the Shareholder.

Each Class B Common Share shall have 2000 votes per share on matters voted by Shareholders.

Class B Common Shareholders and Common Capital Shareholders will vote on all corporate matters as shareholders. Majority of votes cast wins the issue.

Class B Common Shares shall be entitled to half the net liquidation value of the Corporation in the event of dissolution.

See attached continuation page

**3. Effective date of filing (optional):**

(must not be later than 90 days after the certificate is filed)

**4. Officer Signature:**

*Dean Heller*, SECRETARY

**Filing Fee: \$175.00**

**IMPORTANT:** Failure to include any of the above information and submit the proper fees may cause this filing to be rejected.

*This form must be accompanied by appropriate fees.*

Printed Secretary of State NRS 78.1955 Designation 2/03  
 Rev. 1/01/04 08/21/05

## **2. Continuation Page:**

Class B Common Shares shall have access to the company's causality generating portion of the Corporation's website.

Class B Common Shares and Common Capital Shares shall have dividends, distributions, rights and privileges that are established by the Corporation's Board of Directors. These benefits will not be the same between Common Capital Shares and Class B Common Shares.

The first date of conversion value increase shall be January 28, 2007 with each Class B Common Share becoming eligible to convert into 1,014 Common Capital Shares. The Class B Common Shares to Common Capital Shares conversion ratio shall increase 1.4% on the 28th of each month thereafter.

The Company will web publish the current conversion value of Class B Common Shares expressed in Common Capital Shares. This value will be known as the "Class B Conversion Rate" by the Company and it will describe the number of Common Capital Shares received by a Shareholder upon conversion of a single Class B Common Share.

The Company may issue Class B Common Shares only in exchange for Common Capital Shares in an amount at least equal to the then prevailing "Class B Conversion Rate." The Company may accept electronic or certificate delivery of the Common Capital Shares.

Class B Common Shares may be redeemed by the Company. The Company must issue the Common Capital Shares owed for conversion at the time of redemption plus 10% if this right is exercised by the Company. The Company's redemption of the Class B Common Shares shall be at the discretion of the Board of Directors.