



PRESIDENT'S REPORT TO SHAREHOLDERS August 5, 2010

I am pleased to make this personal report to our shareholders who have invested with us in the vision and mission of WellQuest Medical & Wellness Corporation. The Board of Directors and the Management Team join me in expressing our appreciation for your investment and for your confidence in us and in the business of WellQuest. Our commitment and resolve for the success of our Company remains strong. We are dedicated and personally invested to achieve the growth and value that we envisioned from the beginning.

In this letter I will address the following topics:

- **Recent Action to De-register WellQuest Common Stock From OTCBB and Continue to Trade on PinkSheets®,**
- **Development of the WellQuest Brand and Concept**
- **Maturing of the Core Business: Integrated Healthcare Delivery**
- **Capital Funding and Growth of the Company**

Full copies of all of our quarterly and annual filings along with press releases are available on our website at www.wellquest.md under the "Investor Relations" selection in the left hand column.

Recent Action to De-register WellQuest Common Stock

I share these direct quotes from the press release for those of you who did not see it. A full copy of the press release is on our website:

- In a move to enhance its long term financial strength, WellQuest Medical & Wellness Corporation (the "Company" or "WellQuest") (Pink Sheets:WEQL), announced today that it intends to voluntarily deregister its common stock from trading on the OTCBB on or about April 30, 2010. WellQuest intends to suspend its reporting obligations under the Securities Exchange Act of 1934 by filing a Form 15 with the Securities and Exchange Commission.
- The Company anticipates that its common stock will continue to be quoted under the symbol WEQL on the Pink Sheets®, an electronic quotation service for over-the-counter securities. The Pink Sheets is a provider of pricing and financial information for the over-the-counter securities markets. It is a centralized quotation service that collects and publishes market maker quotes in real time primarily through its website, www.otcmarkets.com.
- The Company intends to follow the Alternative Reporting Standard as defined by Pink OTC Markets, Inc. thereby providing publicly available information for market makers

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and investors to be able to quote and trade the Company's common stock on the Pink Sheets. However, the Company can give no assurances that any broker will make a market in the Company's common stock.

- WellQuest's President and CEO, Steve Swift stated,
 - "WellQuest continues as a publicly traded company on the Pink Sheets where we have traded for the past two months.
 - We are committed to transparency for our investors and the market; therefore we will be providing adequate current information according to the Alternate Reporting Standards published by Pink OTC Markets.
 - The Company's Board of Directors decided to take this action because it believes that the burdens associated with operating as a registered public company currently outweigh any advantage to WellQuest and its stockholders at this time.
 - We believe that freeing up the financial and time resources required for registered reporting will create value for our shareholders by allowing us to better execute our business plan, and improve our long term financial strength."

Development of the WellQuest Brand and Concept

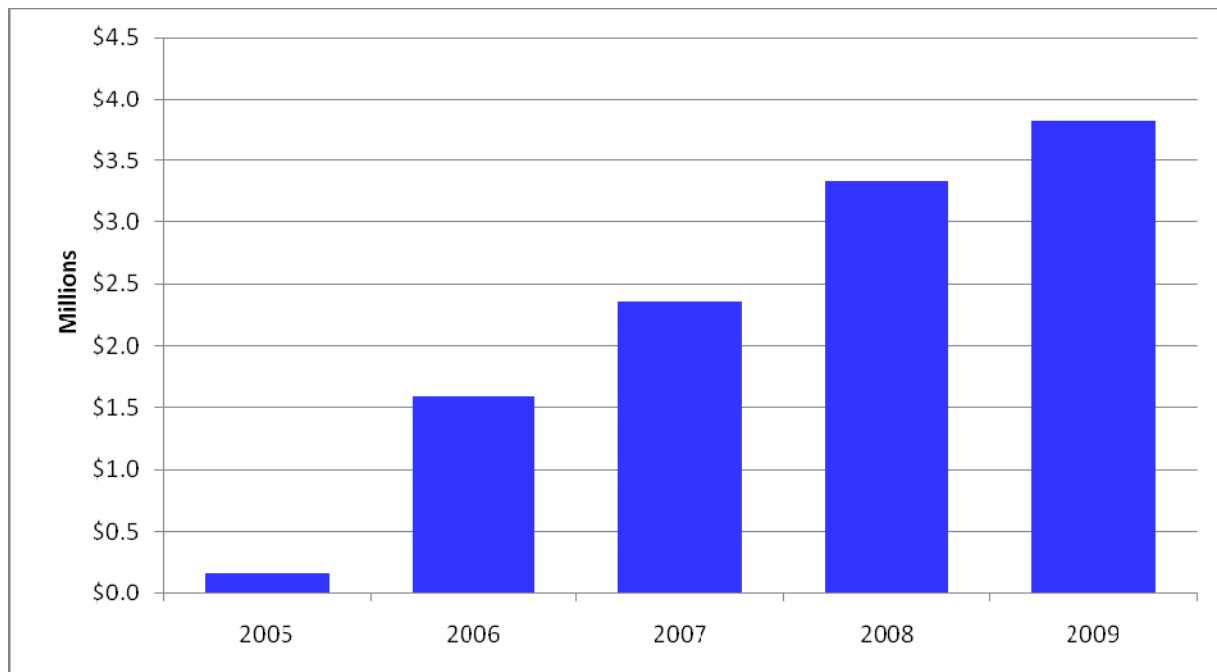
Our Vision from the beginning has been to build WellQuest as a brand, service and experience which can be replicated across the country. From a start-up over four years ago, we have developed our prototype site in Bentonville with the following assets for replication: Logos, brand tags, marketing materials, education, websites, protocols, procedures, Electronic Medical Records, staffing models, furnishing models, equipment lists, pricing, cosmeceutical and nutraceutical products, service packages, vendor contracts, insurance contracts, service contracts, video and music tools, corporate service programs, medical billing services, accounting and reporting formats, information technology (IT systems, storage, functions, websites, etc), and many other "behind the scenes" operational functions, policies and procedures.

Our business is scalable and ready to replicate. We see opportunity for "same store growth" as well as expansion through sites. Our focus then is two-fold: continue improvement of core operations and raise the capital to replicate.

Maturing of the Core Business: Integrated Healthcare Delivery

The maturity of our core business concept (Integrated Healthcare Delivery: a fresh experience helping our clients Get Well...Stay Well...Look Well) is reflected in the following highlights from our 2009 Annual Report. These metrics reflect the success of our one clinical site, our prototype facility in Bentonville, Arkansas:

- Over 42,000 annual client visits
- Of client visits, 75% are repeat clients while 25% are new clients (we have loyalty from current customers while we continue to grow)
- Our provider staff has grown to 3 physicians and 3 physician assistants
- A strong pattern of revenue growth with over \$3.8 Million revenue in FY 2009, a 15% increase over FY 2008:



- A good spread of revenue over our three services sectors: medical clinic 60%, wellness/prevention 20% and medical aesthetics 20%.

Capital Funding and Growth of the Company

As stated in our press release, our fully-reporting status in the public market was costing us more dollars and time than it warranted at this stage of our company growth. With only one site, we were unable to generate the interest of the market to achieve trading volume and stock price appreciation. Therefore, raising capital for expansion through the public markets was not possible without costly dilution for our shareholders and our Company.

In the period when we began our public registration process and strategy (late 2007) until we were listed on the OTCBB (April 2009), the financial world and market changed significantly. The attention we had hoped to gain from targeted investment groups by being publicly registered did not materialize, and the cost of staying in that position could not be justified.

Our goal and commitment remain the same for our clients and our investors: continued development of the concept and expansion of the business through replication. Our capital strategy now is:

- Raise private capital to replicate at least two new sites in a target Metro
- Open sites #2 and #3
- Position our Company to efficiently attract future growth capital thereby increasing shareholder value and fulfilling our vision.

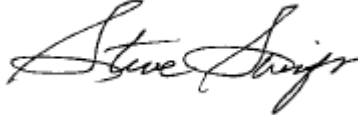
CLOSING WORD: What about Health Reform and our business?

In my next report to you, I will speak in more depth about what we believe and know about Health Reform. Here is a brief bottom line:

- Health Reform will be implemented over many years, and most of its aspects are not yet defined.
- Health Reform is promised: 30 Million more people with health insurance; \$1 Trillion increase in federal funds to healthcare over the next 10 years; all insurances must pay for prevention.
- We believe WellQuest is uniquely positioned to prosper in Health Reform's wake of more demand, more funding and more emphasis on wellness.

I again express my deep appreciation to all of you who have invested your confidence and money in WellQuest. The Board, the Management Team and I are profoundly committed to making your investment a success.

Thank you,

A handwritten signature in cursive script that reads "Steve Swift".

Stephen Swift, President
WellQuest Medical & Wellness Corporation