

LOCATION BASED TECHNOLOGIES, INC.

**NOTICE OF ANNUAL MEETING OF SHAREHOLDERS
TO BE HELD ON AUGUST 30, 2011
1:00 P.M. PACIFIC TIME**

TO THE SHAREHOLDERS OF LOCATION BASED TECHNOLOGIES, INC.:

NOTICE IS HEREBY GIVEN that the Annual Meeting of Shareholders of Location Based Technologies, Inc., a Nevada corporation (the "Company"), will be held virtually by telephone via the Broadridge dial in number (412-858-4600) and live via the Internet, www.virtualshareholdermeeting.com/lbas11 on August 30, 2011, at 1:00 p.m. Pacific Time, for the following purposes:

1. To elect directors to serve until the 2012 Annual Meeting of Shareholders;
2. To transact such other business as may properly come before the meeting or any adjournment(s) thereof.

The foregoing business items are more fully described in the attached proxy statement which is made part of this Notice. Shareholders of record at the close of business on Tuesday, June 30, 2011, may attend virtually and vote at the Annual Meeting. If you will not be attending the virtual shareholder meeting by telephone or internet, we request you vote your shares as promptly as possible by: Vote by Internet before the meeting at www.proxyvote.com; Vote during the meeting at www.virtualshareholdermeeting.com/lbas11; Vote by Phone by dialing 1-800-690-6903; or Vote by Mail, by marking your votes, date, sign and return the Proxy Card marked, signed and dated to Vote Processing, c/o Broadridge, 51 Mercedes Way, Edgewood, NY 11717.

David M. Morse
Chief Executive Officer

Irvine, California
June 30, 2011

IMPORTANT: Regardless of whether you plan to attend the Annual Meeting, you are requested to promptly complete, sign, date, and return the enclosed Proxy to Broadridge (see Proxy Card for voting options).

LOCATION BASED TECHNOLOGIES, INC.
Corporate Headquarters
49 Discovery – Suite 260
Irvine, CA 92618
1-888-600-1044

PROXY STATEMENT FOR 2011 ANNUAL MEETING OF SHAREHOLDERS

The enclosed Proxy is solicited on behalf of Location Based Technologies, Inc. (the “Company”) for use at the Annual Meeting of Shareholders (the “Annual Meeting”) to be held on Tuesday, August 30, 2011, at 1:00 p.m., Pacific Time, and at any adjournment(s) thereof, for the purposes set forth herein and in the accompanying Notice of Annual Meeting of Shareholders. The Annual Meeting will be held virtually by telephone via the Broadridge dial in number (412-858-4600) and live via the Internet, www.virtualshareholdermeeting.com/lbas11. All references to “we,” “us,” or “our” in this proxy statement are references to the Company.

These proxy solicitation materials, which include the Proxy Statement and form of Proxy, were first mailed on or about July 21, 2011, to all shareholders entitled to vote at the Annual Meeting. Our Annual Report on Form 10-K for the year ended August 31, 2010, and our Quarterly Report on Form 10-Q for the fiscal quarter ended May 31, 2011 are available on the web site of the Securities and Exchange Commission (“SEC”) at www.sec.gov. We will mail copies of those reports to you upon request (written or telephonic) to our Secretary at the above address or telephone number.

NOTE: We are not yet required to register our Common Stock with the SEC under the Securities Exchange Act of 1934, as amended (“34 Act”). Thus, we are not required to comply with the SEC’s proxy rules. Nevertheless, we believe this proxy statement and the accompanying financial information contains all the information you need to make the decisions requested.

INFORMATION CONCERNING SOLICITATION AND VOTING

Record Date

Shareholders of record at the close of business on June 30, 2011 (the “Record Date”) are entitled to notice of the Annual Meeting and to vote during the Annual Meeting. Votes via telephone, Internet, by mail or by Proxy of a majority of the shares of Common Stock outstanding on the Record Date is required for a quorum. As of the close of business on the Record Date, 120,738,690 Shares of Common Stock were issued and outstanding and were the only class of voting securities outstanding.

Revocability of Proxies

Properly executed and unrevoked proxies received by us will be voted at the Annual Meeting in accordance with the instructions thereon. Where no instructions are specified, the proxies will be voted in favor of all proposals set forth in the Notice of Meeting.

Any person giving a proxy in response to this solicitation has the power to revoke it at any time before it is voted. Proxies may be revoked by any of the following actions:

- filing a written notice of revocation with our Secretary at our principal executive office (49 Discovery, Suite 260, Irvine, California 92618).
- filing a later date proxy with our Secretary at our principal executive office (49 Discovery, Suite 260, Irvine, California 92618).; or

- participating in the meeting and voting via the Internet at: www.virtualshareholdermeeting.com/lbas11.

Our Voting Recommendations

The board of directors recommends that you vote:

- “FOR” the Nominees to serve as directors until the 2012 Annual Meeting of Shareholders.

Voting and Solicitation

Each share of Common Stock outstanding on the Record Date of June 30, 2011, will be entitled to one vote on all matters presented at the Annual Meeting. Shareholders do not have the right to cumulate their votes in the election of directors.

Shares of Common Stock represented by properly dated, executed, and returned Proxies will, unless such Proxies have been previously revoked, be voted in accordance with the instructions indicated thereon. In the absence of specific instructions to the contrary, properly executed proxies will be voted: (i) FOR the election of each of our nominees for director. No business other than that set forth in the accompanying Notice of Annual Meeting of Shareholders is expected to come before the Annual Meeting. Should any other matter requiring a vote of shareholders properly arise, the persons named in the enclosed form of proxy will vote such proxy in accordance with the recommendation of the board of directors.

We will pay the costs of soliciting Proxies from shareholders, including the preparation, assembly, printing and mailing of proxy solicitation materials. We will provide copies of solicitation materials to banks, brokerage houses, fiduciaries and custodians holding in their names shares of Common Stock beneficially owned by others to forward these materials to the beneficial owners of Common Stock. We may reimburse brokerage firms and other such persons representing beneficial owners of Common Stock for their expenses in forwarding solicitation materials to such beneficial owners. Proxies may be solicited by certain of the directors, officers and employees of the Company, without additional compensation, personally or by telephone, telegram, letter, e-mail or facsimile.

Quorum; Abstentions; Broker Non-Votes

The required quorum for the transaction of business at the Annual Meeting is a majority of the votes eligible to be cast by holders of shares of Common Stock issued and outstanding on the Record Date. Shares that are voted “FOR” or “AGAINST” a matter are treated as being present at the meeting for purposes of establishing a quorum and are also treated as shares entitled to vote at the Annual Meeting (the “Votes Cast”) with respect to such matter.

Although there is no definitive Nevada statutory or case law authority as to the proper treatment of abstentions, judicial authority in Nevada holds that abstentions should be counted for purposes of determining both (i) the presence or absence of a quorum for the transaction of business and (ii) the total number of Votes Cast with respect to a proposal (other than the election of directors). In the absence of controlling Nevada precedent to the contrary, we intend to treat abstentions in this manner. Accordingly, abstentions will have the same effect as a vote against a proposal.

While we believe broker non-votes should be counted for the purpose of determining the presence or absence of a quorum for the transaction of business, we believe broker non-votes should not be counted for purposes of determining the number of Votes Cast with respect to the particular proposal on which the broker has expressly not voted. Accordingly, we intend to treat broker non-votes in this manner. Thus, a broker non-vote will not affect the outcome of the voting on a proposal.

Certain Financial Information and Certifications

Please note that our financial statements and related information as well as the required certifications as promulgated by the Sarbanes-Oxley Act are as set forth in our Annual Report on Form 10-K for our fiscal year ended August 31,

2010 and our Quarterly Report on Form 10-Q for our fiscal quarter ended May 31, 2011, and are incorporated herein by this reference. These documents are available for inspection on the SEC web site at www.sec.gov. We will mail copies of those reports to you upon request (written or telephonic) to our Secretary at the above address or telephone number.

PROPOSAL NO. 1

ELECTION OF DIRECTORS

Nominees

Our board of directors is currently composed of three (3) members who are the founders of the Company. Our By-Laws provide for a minimum of one (1) and a maximum of nine (9) members of the board of directors. The members of the board of directors were elected by the shareholders at our last annual meeting in August 2010 to hold office until the next annual meeting. The term for all of the current directors will expire at the 2011 Annual Meeting of Shareholders and thus each are nominated for reelection (“Nominees”).

Unless otherwise instructed, the holders of Proxies solicited by this Proxy Statement will vote the Proxies received by them for the Nominees. Directors are elected by a plurality of the votes present in person or represented by proxy and entitled to vote at the meeting. Shares represented by signed proxies will be voted, if authority to do so is not withheld, for the election of the nominees named below. In the event that any nominee is unable or declines to serve as a director at the time of the Annual Meeting, the Proxy holders will vote for a nominee designated by the present board of directors to fill the vacancy. We are not aware of any reason that any of the Nominees will be unable or will decline to serve as directors. The board of directors recommends a vote “FOR” the election of the Nominees.

The names of the members of our board of directors, their ages as of July 20, 2011, and certain information about them, are set forth below.

<u>Name</u>	<u>Age</u>	<u>Position(s)</u>
David M. Morse, Ph.D.	[58]	Chairman of the Board, Co-President, Chief Executive Officer and Co-Founder
Joseph F. Scalisi	[48]	Director, Co-President, Chief Development Officer, and Co-Founder
Desiree Mejia	[40]	Director, Chief Operating Officer, Secretary and Co-Founder

David M. Morse, Ph.D. has been Co-President, Chief Executive Officer and Chairman of the board of directors since October 11, 2007. Since September 16, 2005, he held similar positions in the operating company that was merged into the Company on October 11, 2007. From late 2001 to 2005, he was involved in several start up ventures providing consulting services (People Basics from August 2001 to April, 2002 and ESP Networks from April, 2002 to July, 2004). Early development work on the PocketFinder began in 2005 and resulted in the establishment of PocketFinder, Inc. in September of 2005. Dr. Morse brings 20 years of executive-level experience to the Company. The majority of his career (1982 to 2001) has focused on the consumer market, leading him to serve as Vice President of Consumer Billing Services for Pacific Bell from 2000 to 2001 and his passion for customer service led to his appointment as Chief Customer Officer for Pacific Bell (1997 to 2000) where he worked directly with the Chairman and the Executive Committee to establish the alignment of corporate strategy and process management objectives. Prior to then, he served as Vice President of Sales and Service for SBC, now AT&T, the second largest telecommunications company in the United States from 1991 to 1997. While at SBC, he led an organization of more than 4,000 employees in 23 locations, serving 7,000,000 households. Subsequent to leading the consumer organization, he served as Vice President of Product Marketing responsible for SBC’s core billing product. Dr. Morse received a PhD in Organizational Behavior from Columbia Pacific University, a Master of Arts degree in Psychology from the University of Northern Colorado and a Bachelor of Science degree from Brigham Young University.

Joseph F. Scalisi has been Co-President, Chief Development Officer and a director since October 11, 2007. Since September 16, 2005, he held the same positions in the operating company that was merged into the Company on

October 11, 2007. As co-founder of the operating company that was merged into the Company, Mr. Scalisi designed the first generation *PocketFinder* device. With vast of knowledge of the communications industry, including expertise in patents and trademarks, Mr. Scalisi is responsible for filing intellectual property applications, architecting the *PocketFinder* design team (interactive voice recognition, or IVR, mapping interface, man-machine user interface, and hardware design) and participates in the negotiation of contracts. Prior to becoming involved with the *PocketFinder* device, from February 2000 to November 2004, Mr. Scalisi was employed by ESP Networks doing wireless development for a restricted use cellular phone with an automated pager system. Mr. Scalisi has received 14 domestic issued patents along with four international patents. He is currently working on 12 additional patent applications filed over the past four years. He has attended Fullerton College. Mr. Scalisi and Ms. Mejia are husband and wife.

Desiree Mejia has been Chief Operating Officer, Secretary and a director since October 11, 2007. Since September 16, 2005, she held the same positions in the operating company that was merged into the Company on October 11, 2007. As a co-founder of the operating company that was merged into the Company, Ms. Mejia is responsible for running the day-to-day operations at the Company and directly interacts with the Accounting and Marketing departments. Ms. Mejia developed the *PocketFinder* concept after realizing that a true need exists to “see” your children even when you can’t be with them. With cofounder Joseph Scalisi, Ms. Mejia then took the concept of using a GSM/GPRS tracking platform, combining it with a mapping service and creating a revolutionary tracking system. Thus *PocketFinder* system was born. For the five years prior to becoming our Chief Operating Officer, Ms. Mejia worked for ESP Networks from December, 2000 through November, 2004. Prior to that, Ms. Mejia worked with venture capital firms to help raise funds for the technology sector. She also consulted with a wireless manufacturing company to assist the launch of a new wireless device. Prior to this, Ms. Mejia worked with Deloitte and Touche, LLP where her specialties were in the technology and telecommunications field. Previously, Ms. Mejia acted as the head researcher and assistant to the Chairman at MESA Research, whose clients included AT&T, Motorola, Nortel, 3Com and Phillips. She has a Bachelor of Arts degree in Sociology from California State University, Dominguez Hills, California. Mr. Scalisi and Ms. Mejia are husband and wife.

Control Group

David M. Morse, Joseph F. Scalisi and Desiree Mejia (the “Control Group”) hold, in the aggregate, a significant majority (approximately 38.5%) of our voting power and they will continue to comprise the entire board for an indeterminate time. They have no written agreement to vote together but usually will. After the Company registers its common stock under the 34 Act, the members of the Control Group will file a Schedule 13D with the SEC to report their holding of our Common Stock as a group. Directors who are members of the Control Group will continue to oversee the director nomination and executive compensation functions for the foreseeable future. In their capacity as the Control Group, Messrs. Morse and Scalisi and Ms. Mejia have approved amended and restated by-laws for us, as well as our 2007 Stock Incentive Plan.

Board Committees

The board of directors has no standing committees. When a sufficient number of qualified independent directors have been elected to the board of directors, we plan to establish an audit committee, a compensation committee and a nominating committee.

Shareholder Communication with the Board

Shareholders who wish to communicate with the board may do so by letters addressed in care of our Corporate Secretary at the address noted above. Letters will be reviewed by our Secretary and relayed to the addressees as appropriate.

The board of directors has requested that certain items unrelated to the duties and responsibilities of the board not be relayed on to directors. These include unsolicited marketing materials or mass mailings; unsolicited publications; surveys and questionnaires; resumes and other forms of job inquiries; and requests for business contacts or referrals. In addition, the Corporate Secretary may handle in her discretion any director communication that is an ordinary business matter including routine questions, complaints and comments, and related communications that can appropriately be handled by management.

Director Compensation

Our directors who are also employees of the Company receive no additional compensation for service as directors.

Vote Required; Recommendation of Board of Directors

The nominees receiving the highest number of affirmative votes will be elected as directors. Votes withheld from any director are counted for purposes of determining the presence or absence of a quorum for the transaction of business but have no other legal effect. The board of directors has been advised by the Control Group described on page 5 hereof that it intends to vote FOR each of the Nominees in Proposal No. 1, thereby assuring that each of them will be elected.

**THE BOARD OF DIRECTORS UNANIMOUSLY RECOMMENDS A VOTE “FOR”
THE NOMINEES SET FORTH ABOVE**

SECURITY OWNERSHIP OF CERTAIN BENEFICIAL OWNERS AND MANAGEMENT

The following table sets forth certain information with respect to beneficial ownership of our Common Stock as of June 30, 2011 by: (i) each person known by us to be the beneficial owner of more than 5% of the Company's Common Stock, (ii) by each director, (iii) by each of our named executive officers and (iv) all directors and executive officers as a group. Except as otherwise indicated, the address for each person is 49 Discovery – Suite 260, Irvine, CA 92618. Beneficial ownership includes voting or investment power with respect to the securities. Subject to community property laws, where applicable, the persons and entities identified in the table below have sole voting and investment power with respect to all shares beneficially owned. Percentage of beneficial ownership is based on 120,738,690 shares of Common Stock outstanding as of June 30, 2011.

Name of Beneficial Owner	Shares Beneficially Owned	
	Shares	%
David M. Morse	18,766,013	15.5%
Joseph F. Scalisi	11,879,543	9.8%
Desiree Mejia	15,913,140	13.2%
All Directors and Executive Officers as a group	46,558,696	38.5%

EXECUTIVE COMPENSATION AND RELATED INFORMATION

The summary compensation table set forth below summarizes the annual and long-term compensation for services in all capacities to us payable to our executive officers during the fiscal years ending August 31, 2010 and 2009.

Name and Principal Position	Fiscal Year Ended 8/31	Salary (\$)	Bonus (\$)	Stock Awards (\$)	Option Awards (\$)	Non-Equity Incentive Plan Compensation (\$)	Nonqualified Deferred Compensation Earnings (\$)	All Other Compensation (\$)	Total (\$)
David M. Morse Co-President, Chief Executive Officer and Chairman of the Board	2010	180,000 ⁽¹⁾	–	–	–	–	–	–	180,000 ⁽¹⁾
	2009	128,750 ⁽¹⁾	–	432,000 ⁽⁴⁾	–	–	–	–	560,750 ⁽¹⁾
Joseph F. Scalisi Co-President, Chief Development Officer and Director	2010	180,000 ⁽²⁾	–	–	–	–	–	–	180,000 ⁽²⁾
	2009	128,750 ⁽²⁾	–	432,000 ⁽⁴⁾	–	–	–	–	560,750 ⁽²⁾
Desiree Mejia Chief Operating Officer, Secretary and Director	2010	180,000 ⁽³⁾	–	–	–	–	–	–	180,000 ⁽³⁾
	2009	128,750 ⁽³⁾	–	432,000 ⁽⁴⁾	–	–	–	–	560,750 ⁽³⁾

⁽¹⁾ In 2010, \$22,500 was paid and \$157,500 was accrued for future payment. In 2009, \$61,250 was paid and \$67,500 was accrued for future payment.

⁽²⁾ In 2010, \$7,500 was paid and \$172,500 was accrued for future payment. In 2009, \$41,250 was paid and \$87,500 was accrued for future payment.

⁽³⁾ In 2010, \$7,500 was paid and \$172,500 was accrued for future payment. In 2009, \$41,250 was paid and \$87,500 was accrued for future payment.

⁽⁴⁾ In accordance with employment agreements, each executive officer was awarded 300,000 shares of common stock upon receiving FCC approval.

Executive Officers' Employment Contracts

Background information regarding our named executive officers is set forth earlier under Proposal No. 1. Each of our named executive officers serves under an employment agreement. The terms of each are described below.

David M. Morse's employment agreement expires on October 11, 2012. However, it is automatically extended for additional one-year periods unless either party provides written notice to the contrary at least 60 days prior to the end of the term then in effect. Mr. Morse is entitled to a base salary of \$12,500 per month and is entitled to adjustments to his base salary based on certain performance standards. He may participate in any general bonus plan established by the board of directors and is entitled to participate in the stock incentive plan of the Company on such terms as the board deems appropriate from time to time. He will also be entitled to participate in any and all benefits and perquisites as are generally provided for the benefit of executive employees. The agreement terminates on his death, incapacity (after 180 days), resignation, good cause as defined and good cause. If he is terminated without cause, he is entitled to base salary, all bonuses otherwise applicable, and medical benefits for two years.

Joseph F. Scalisi's employment agreement expires on October 11, 2012. However, it is automatically extended for additional one-year periods unless either party provides written notice to the contrary at least 60 days prior to the end of the term then in effect. Mr. Scalisi is entitled to a base salary of \$12,500 per month and is entitled to adjustments to his base salary based on certain performance standards. He may participate in any general bonus plan established by the board of directors and is entitled to participate in the stock incentive plan of the Company on such terms as the board deems appropriate from time to time. He will also be entitled to participate in any and all benefits and perquisites as are generally provided for the benefit of executive employees. The agreement terminates on his death, incapacity (after 180 days), resignation, good cause as defined and good cause. If he is terminated without cause, he is entitled to base salary, all bonuses otherwise applicable, and medical benefits for two years.

Desiree Mejia's employment agreement expires on October 11, 2012. However, it is automatically extended for additional one-year periods unless either party provides written notice to the contrary at least 60 days prior to the end of the term then in effect. Ms. Mejia is entitled to a base salary of \$12,500 per month and is entitled to adjustments to her base salary based on certain performance standards. She may participate in any general bonus plan established by the board of directors and is entitled to participate in the stock incentive plan of the Company on such terms as the board deems appropriate from time to time. She will also be entitled to participate in any and all benefits and perquisites as are generally provided for the benefit of executive employees. The agreement terminates on her death, incapacity (after 180 days), resignation, good cause as defined and good cause. If she is terminated without cause, she is entitled to base salary, all bonuses otherwise applicable, and medical benefits for two years.

Stock Incentive Plan. On September 10, 2007, the directors and shareholders of our predecessor operating company adopted a 2007 Stock Incentive Plan. The plan was assumed by the Company when our predecessor operating company was merged into the Company. The plan reserves 2,250,000 shares for issuance pursuant to options, grants of restricted stock or other stock-based awards. The plan is administered by the board of directors which has the power, pursuant to the plan, to delegate the administration of the plan to a committee of the board. As noted earlier, the plan was ratified by the Control Group.

Ethical Considerations

We have adopted a Code of Business Conduct and a Code of Ethics for Senior Financial Officers. Copies of each are available on our web site (www.locationbasedtech.com) and upon written or telephonic request to our Secretary at the above referenced address or telephone number.

RELATED PARTY TRANSACTIONS

There have been no related party transactions during the fiscal years ended August 31, 2010 and 2009 except as follows:

On September 3, 2008, the Company entered into an unsecured promissory note agreement with the Company's Co-President and stockholder for \$950,000. In November 2008, an unrelated third party assumed \$625,000 of the note payable balance. Principal payments totaling \$69,500 were made on the note. In May 2009, the remaining note payable balance and accrued interest amounting to \$255,500 and \$26,541, respectively, was converted into 425,187 shares of the Company's common stock on the basis of \$0.66 per share.

On January 26, 2009, the Company entered into an unsecured promissory note agreement with the Company's Co-President and stockholder for \$350,000. In May 2009, the note payable balance and accrued interest totaling \$350,000 and \$7,288, respectively, was converted into 538,625 shares of the Company's common stock on the basis of \$0.66 per share.

During the fiscal year ending August 31, 2010, David M. Morse, Joseph F. Scalisi and Desiree Mejia were paid salaries or other compensation totaling \$180,000 (of which \$157,500 was accrued for future payment), \$180,000 (of which \$172,500 was accrued for future payment) and \$180,000 (of which \$172,500 was accrued for future payment), respectively.

During the fiscal year ending August 31, 2009, David M. Morse, Joseph F. Scalisi and Desiree Mejia were paid salaries or other compensation totaling \$128,750 (of which \$67,500 was accrued for future payment), \$128,750 (of which \$87,500 was accrued for future payment) and \$128,750 (of which \$87,500 was accrued for future payment), respectively.

We have written employment contracts with Dr. Morse, Mr. Scalisi and Ms. Mejia and each holds an option to purchase up to 2,000,000 shares at \$1 per share if we achieve certain operational benchmarks.

With regard to any future related party transaction, we plan to fully disclose any and all related party transactions in the following manner:

- disclosing such transactions in reports where required;
- disclosing in any and all filings with the SEC, where required;
- obtaining disinterested directors consent; and
- obtaining shareholder consent where required.

AUDIT AND RELATED FEES

Fees Paid to Independent Registered Public Accounting Firm

The following table presents fees for professional services rendered by Comiskey & Company, P.C., for the audit of our financial statements for the years ended August 31, 2010 and 2009, and fees for other services rendered by such firm during those periods. All fees were approved by the board of directors.

	<u>2010</u>	<u>2009</u>
Audit Fees ⁽¹⁾	\$41,834	\$48,561
Audit-Related Fees	\$0	\$0
Tax Fees	\$0	\$5,760
All Other Fees	<u>\$0</u>	<u>\$0</u>
TOTAL	<u>\$41,834</u>	<u>\$54,321</u>

- ⁽¹⁾ Audit fees represent fees for professional services provided in connection with the audit of our financial statements and audit services provided in connection with other statutory or regulatory filings. In future years, it will include fees for services involved in the review of our quarterly financial statements.

FINANCIAL INFORMATION

Our Annual Report on Form 10-K for the fiscal year ended August 31, 2010 filed with the SEC and a copy of our Quarterly Report for the Quarter Ended May 31, 2011 on Form 10-Q filed with the SEC contain the most current audited annual, and unaudited quarterly, financial information about the Company which is publicly available. As noted above, you can review these reports on the SEC web site (www.sec.gov), or we will mail copies to you upon written or telephonic request to our Secretary at the above referenced address or telephone number.

OTHER MATTERS

We know of no other matters to be submitted at the Annual Meeting. If any other matters properly come before the meeting, it is the intention of the persons named in the enclosed proxy card to vote the shares they represent as the board of directors may recommend.

BY ORDER OF THE BOARD OF DIRECTORS

Irvine, California
June 30, 2011

WHERE YOU CAN FIND MORE INFORMATION

We file reports and other information with the SEC under the 34 Act. The SEC maintains an Internet site that contains reports, proxy statements and other information about issuers, such as us, which file electronically with the SEC. The address of that site is <http://www.sec.gov>.

You are encouraged to contact our Transfer Agent directly for the shareholder services itemized below: Change in Certificate Registration; Change of Mailing Address; Lost or Stolen Certificates; Consolidation of Multiple Accounts or Stock Certificates; or Elimination of Duplicate Report Mailings. Our Transfer Agent may be contacted at:

TranShare Corporation
4626 South Broadway
Englewood, Colorado 80113
303-662-1112

Our Common Stock is traded in the Over-the-Counter Bulletin Board under the symbol: LBAS.

YOU SHOULD RELY ONLY ON THE INFORMATION CONTAINED IN OR ACCOMPANYING THIS PROXY STATEMENT TO VOTE ON THE PROPOSALS. WE HAVE NOT AUTHORIZED ANYONE TO PROVIDE YOU WITH INFORMATION THAT IS DIFFERENT FROM WHAT IS CONTAINED IN THIS PROXY STATEMENT.

THIS PROXY STATEMENT IS DATED JUNE 30, 2011. YOU SHOULD NOT ASSUME THAT THE INFORMATION CONTAINED IN THIS PROXY STATEMENT IS ACCURATE AS OF ANY DATE OTHER THAN SUCH DATE, AND THE MAILING OF THIS PROXY STATEMENT TO OUR SHAREHOLDERS SHALL NOT CREATE ANY IMPLICATION TO THE CONTRARY.