

JAB TECHNOLOGIES LIMITED
A.B.N. 42 087 426 953
CONCISE FINANCIAL REPORT

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IMPORTANT INFORMATION FOR MEMBERS

The Directors' Report, Concise Financial Report and Auditor's Statement contained within this document represent a Concise Financial Report.

The Full Financial Report of Jab Technologies Limited for the financial year ended 30 June 2005 and the Auditor's Report thereon will be sent, free of charge, to members upon request. Members wishing to receive the Full Financial Report and Auditor's Report may arrange delivery by calling (07) 3833 3833 or by visiting our website at www.jabtechnologies.com.au.

The Concise Financial Report contained within this document has been derived from the Full Financial Report of Jab Technologies Limited for the financial year ended 30 June 2005 and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the Full Financial Report.

COMPANY DETAILS	JAB TECHNOLOGIES LIMITED
DIRECTORS	ROBERT MURDOCH (NON-EXECUTIVE CHAIRMAN)
	STEPHEN IOANNIDES (EXECUTIVE DIRECTOR)
	SEAN STARK (NON-EXECUTIVE DIRECTOR)
COMPANY SECRETARY	MICHAEL JOHANN ILETT
REGISTERED OFFICE	SUITE 1, LEVEL 6 200 CREEK STREET BRISBANE QLD 4000 AUSTRALIA
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WEB SITE	WWW.JABTECHNOLOGIES.COM.AU
SHARE REGISTRY	LINK MARKET SERVICES LIMITED
POSTAL ADDRESS:	LEVEL 22 300 QUEEN STREET BRISBANE QLD 4000 AUSTRALIA GPO BOX 35 BRISBANE QLD 4001 TELEPHONE: (07) 3228 4260 FACSIMILE: (07) 3221 3149
AUDITORS	PITCHER PARTNERS, BRISBANE
SOLICITORS	HOPGOOD GANIM, BRISBANE
STOCK EXCHANGE LISTING	
JAB TECHNOLOGIES LIMITED SHARES AND OPTIONS ARE QUOTED ON THE NEWCASTLE STOCK EXCHANGE AND CODED AS "JAB" AND "JABO" RESPECTIVELY.	

The Directors present their report on the consolidated financial report for the year ended 30 June 2005.

DIRECTORS

The names and details of the Directors of the Company in office during the financial year and until the date of this report are:

R.B. Murdoch B.A. (Earth Sciences) M.A.I.M.M., M.A.I.G. - (Non-Executive Chairman)

Rob provides Jab Technologies Limited with the corporate business and capital raising expertise required in a listed company. Rob has built Jab into a diversified international investment company with interests also in the technologies and telecommunications industries. Rob has been instrumental in the initiation of the Jabmail business concept and has ensured that the financial support has been made available to Jab for the Research and Development. Mr Murdoch is currently a director of Jab Technologies Limited, Union Resources Limited, Gold Aura Limited and Austex Mining NL. Director since May 1999.

His special duties include being a member of the audit committee.

S. Ioannides - (CEO/Executive Director)

Stephen has 20 years technology related sales and business development, consulting, product and software project management experience in Australia and overseas including Trysoft Corporation, Co-Cam Australia, Dialog Information Technology, ANZ Banking Group, NCR and Honeywell. Stephen has successfully grown a number of IT related businesses, and has a successful track record providing project based services to companies such as Westpac, Optus, Queensland Rail, Energex, Suncorp-Metway and Brisbane City Council. Stephen has held previous public company directorships with Trysoft Corporation Limited. Director since 12 July 2004.

S. Stark - (Non-Executive Director)

Sean has more than 20 years IT industry experience that includes the management of complex I.T. projects within Australia, Europe and across several Asian countries. His extensive career with IBM encompassed a diverse mix of consulting and senior management roles including Research and Development and International Technical Support positions.

Until recently he was the executive responsible for managing IBM's eSites business across the Asia Pacific region, and prior to that, the Queensland manager of IBM Global Services eBusiness consulting practice. He holds a Bachelor of Science in Computer Science and Mathematics, and an MBA from the University of Queensland and is a member of the Australian Institute of Company Directors. Director since 17 November 2004.

His special responsibilities include being a member of the audit committee and providing advice to the Board on nomination and remuneration matters.

All Directors shown were in office for the entire year and up to the date of this report, unless otherwise stated.

Peter Sauerberg was a Director from May 1999 and resigned 22 July 2004.

The Company Secretary is Mr. M.J. Ilett B Bus (Acc), Grad Dip Adv Acc, Grad Dip Corp Gov, MBA, CA, ACIS. Mr. Ilett has been Company Secretary since 12 July 2004 and is a Queensland Counsellor for Chartered Secretaries Australia. In 2003 he graduated with the MBA medallion from the Brisbane Graduate School and recently graduated as Queensland dux in the Chartered Secretaries' Corporate Governance course. Before joining the Company in May 2002, he was employed in a number of senior financial and accounting roles.

PRINCIPAL ACTIVITIES

Jab Technologies Limited ("Jab") is an Australian company specialising in e-business automation technology solutions and services. Last financial year, Jab's business consisted primarily of research and development of the company's core email commerce technology, and its application in a pilot project for the Australian Institute of Management.

The company activities are structured into 4 streams:

1. Professional Services - Providing project based consulting for client engagements.
2. EZBiz – A set of bureau based internet services accessed through the company's application hosting bureau.
3. Corporate Services - Administrative and compliance related activities.
4. Strategic Alliances – Strategic alliances and merger and acquisition activities under the direction of the board.

RESULTS OF OPERATIONS

The consolidated entity (Jab Technologies Limited and its controlled entities) has achieved a net profit after tax of \$11,556,272 for the year ended 30 June 2005, compared with a loss of \$146,305 in Financial Year 2004.

The net result in FY2005 includes a one-off transaction to record a Debt Forgiveness Income of \$11,842,983 as a result of an Agreement entered between Union Resources Limited ("Union") (formerly parent entity of Jab Technologies Limited) and Jab Technologies Limited, after Union receiving its shareholders' approval for such a resolution.

Final dividend for the year ended 30 June 2005 is nil (2004 – nil).

REVIEW OF OPERATIONS

The significant activities last year were:

- ▶ Successful development and piloting of the Jab email commerce and payments technology.
- ▶ Set up of a marketing alliance with Image Line, for the EZGenerator technology.
- ▶ Conversion of Jabmail Pty Ltd into an unlisted public company, and change of name to Jab Technologies Limited. This was accompanied by an in-specie distribution of assets in Jab from Union to participating Union shareholders.
- ▶ Appointment of new Directors to manage the Company's forward plans and to guide the commercialisation of the technology.
- ▶ Seed placement of new shares in Jab to raise \$239,400 to enable the Company's Research and Development to continue, and to fund an initial public offering.
- ▶ Completion of all legal and Statutory Due Diligence activities which allowed the Company to apply with ASIC to undertake an its capital raising with the view to listing on the Newcastle Stock Exchange.

RESEARCH AND DEVELOPMENT

In November 2004, the Company adjusted its position with respect to Research and Development to allow the Company's product development to be expanded through 3rd party integration alliances with complementary technology groups. This adjustment addressed the difficulties the Company experienced developing and commercialising products with inadequate funding.

ALLIANCES

In March 2005, Jab signed an agreement with Image Line Software, a European company based in the Netherlands with a world wide client-base associated with Digital Music Processing, Business solutions, Entertainment and Internet Technology.

Image Line Software are creators of EZGenerator, a web building application based on the use of pre-made graphical templates. The system is designed to automate graphics, menus and layout management in the development of professional websites.

Jab's alliance with Image Line is based on a Master Distribution right to sell and distribute the EZGenerator product throughout Australia, New Zealand, South Africa, Singapore, Hong Kong, China and Malaysia.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Significant changes in the state of affairs of the consolidated entity during the financial year included:

- ▶ Issue of 7,290,000 ordinary shares at 20 cents to Union Resources Limited to reduce the loan balance owing to Union;
- ▶ Recording a Debt Forgiveness Income of \$11,842,983 after entering into an Agreement with Union Resources Limited (former parent entity) to forgive the loan balance owed to Union; and
- ▶ Application to list Jab Technologies Limited Ordinary and Option Securities on the Newcastle Stock Exchange.

SIGNIFICANT EVENTS AFTER THE BALANCE DATE

1. On 5 September 2005 Jab Technologies Limited ("Jab") entered into an Agreement with Gumnut Systems Pty Ltd ("Gumnet") to acquire Gumnet's assets including:
 - ▶ Hosting Services;
 - ▶ Domain Registration Services; and
 - ▶ Easy/Sites/Ezyweb Automation Services,

for a total consideration of \$25,000 inclusive of GST.

Jab's payment to Gumnet was structured into three instalments being \$5,000, \$10,000 and \$10,000 based on the achievement of defined milestones by Gumnet as stipulated in the Agreement.

Gumnut operated an internet website development, web hosting and domain registration business for over 5 years. Gumnut's technology to enable customers to automatically build and host e-business web sites which incorporate services such as shopping carts and payment services on customer websites.

Jab has acquired the base of Gumnut's hosting service comprising approx 250 hosted websites and its Domain registration services comprising approx 520 domain names. The acquisition includes all Gumnut's Intellectual Property rights associated with GUMNUT's www.ezyweb.com.au and www.easysites.com.au web automation technology.

Gumnut's re-seller organisations, which have marketed and promoted the Gumnut web site offerings, will be supported through Jab's sales and support group.

Support arrangements for Gumnut customers have been set up at Jab Headquarters in Brisbane. It is envisaged that, over time, many of the existing Gumnut customers will benefit by upgrading to the new products and business automation technology, which Jab is introducing through its EZBiz initiative.

2. On 16 September 2005 Jab Technologies Limited ("Jab") was officially listed on the Newcastle Stock Exchange. Total issued Ordinary Securities and Options to be quoted are 14,862,911 and 8,865,029 respectively. The trading code for Ordinary Securities is JAB. The trading code for Options is JABO.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

The Company is seeking a watching brief for further acquisitions and merger opportunities that are compatible with the strategic directions of the business and will add value to shareholders of Jab.

INTRODUCTION OF JAB EZBIZ SERVICE

The concept of web and email business automation services is an attractive proposition for many business groups. The business opportunity is based on the view that business efficiency and better customer services can be significantly improved through internet and email based commerce automation technology.

Facilities to enable large populations of micro, small and medium business groups to implement and operate e-business activities has great potential for full life-cycle business and service automation in areas associated with retailing, logistics, e-ticketing and other business workflow based activities.

The Company intends to offer EZBiz as a set of licenced products linked to related hosted "services", directly and through reseller channels, at a price point that will almost eliminate cost of entry as a barrier to adoption.

The EZBiz solution is targeted to attract very small organisations with basic needs through to larger clients with more sophisticated needs. The potential to service overseas markets also exists, either directly or via local reseller arrangements.

A number of challenges must be overcome before this opportunity can become commercially viable. These are;

1. Completion and launch of the EZBiz sales & distribution platform
2. Market positioning
3. Jab's organisational capability

The basic EZBiz sales platform is currently being finalised for testing in the market (scheduled for 1st Qtr 2006). Specifications for further refinements will be generated as feedback and the products market appeal is gauged following its release.

Independent research indicates that there are a limited number of sophisticated competitors in the Australian market for EZBiz type services. Jab Management is of the opinion that the market demand for fast set-up, comprehensive e-business solutions for small to medium business is increasing and that a ready market exists to introduce a e-business bureau with the requisite blend of security, ease of use and competitive pricing envisaged for EZBiz.

Jab's organisational capability is still embryonic and will require expanding as the Company commercialises its services.

ENVIRONMENTAL REGULATIONS

Up to the date of this report, the directors are not aware that any of the consolidated entity's existing activities is subject to any significant environmental regulation.

SHARE OPTIONS

As at the date of this report, there are 8,865,029 options on Issue exercisable at 20 cents on or before 31 December 2009. Refer to Note 14 of the Full Financial Report for details of the options outstanding at year end. Option holders do not have any right by virtue of the option, to participate in any share issue of the Company.

No options were issued to directors, officers or employees during the year.

INDEMNIFICATION AND INSURANCE OF DIRECTORS

The directors of Jab Technologies Limited and its controlled entities are currently in a process of reviewing requirements to insure the directors and officers of the company in relation to all liabilities and expenses arising as a result of the performance of their duties in their respective capacities to the extent permitted by law.

INDEMNIFICATION AND INSURANCE OF DIRECTORS (CONTINUED)

Jab is a provider of high impact business automation solutions and services associated with all facets of business email communications, smart reporting, collaboration and business community of interest networks.

Jab provides technology and systems to enable rapid, e-business activities to be planned, initiated and managed incorporating automated digital messaging for all types of high-volume, critical business communications, such as financial statements, payment services, subscriber group management, customer announcements, information sharing, research and more.

DIRECTORS' MEETINGS

Directors Meetings	Attended	Circulating Resolutions	Audit
Number Meetings Held	4	6	2
Meetings Attended			
R.B Murdoch	4	6	2
S. Ioannides	4	6	--
S. Stark	4	6	2

DIRECTORS' INTERESTS IN SHARES AND OPTIONS

Equity instruments of Directors

As at 30 September 2005 the interests in the equity instruments of the Company held by Directors of the reporting entity and their Director related entities were:

Name	Ordinary Shares	Options
Type	Fully Paid	Listed
R.B. Murdoch	1,268,259	190,268
S. Ioannides	583,571	-
S. Stark	145,000	40,000
	1,996,830	230,268

AUDIT COMMITTEE

This committee oversees and appraises the quality of audits conducted by the entity's external auditors, as well as determining the adequacy of administrative, operating and accounting controls. It is responsible for ensuring that the entity properly complies with all legislation and policies affecting its daily operations. It maintains open lines of communication between the Board and external advisers and oversees the identification of risk to ensure its proper management. During the year the Company had 2 audit committee meetings.

Members of the Audit Committee during the year were:

Name	Position
R.B. Murdoch	Non-Executive Chairman
S. Stark	Non-Executive & Independent Director

REMUNERATION REPORT

The remuneration report is set out under the following main headings:

- A. Principles used to determine the nature and amount of remuneration
- B. Details of Remuneration
- C. Service Agreements and share-based compensation

A. Principles used to determine the nature and amount of remuneration

The Board of Directors is responsible for determining and reviewing compensation arrangements for the Directors, Chief Executive Officer and the senior executives. The Board also reviews and ratifies the Chief Executive Officer's recommendations on the remuneration of key management and staff.

EXECUTIVE REMUNERATION

The remuneration policy ensures that contracts for services are reviewed on a regular basis and properly reflect the duties and responsibilities of the individuals concerned. The executive remuneration structure is based on a number of factors including length of service, relevant market conditions, knowledge and experience with the industry, organisational experience, performance of the Company and that the remuneration is competitive in retaining and attracting motivated people. There are no guaranteed pay increases included in the senior executives' contracts. The new Board is currently reviewing the executive remuneration.

The Directors are not entitled to any retirement benefits except those as provided by the superannuation guarantee scheme, which is currently 9%.

NON-EXECUTIVE DIRECTORS

The Board within the maximum approval by the shareholders from time to time determines remuneration of Non-Executive Directors. The current maximum amount of Non-Executive Directors' fees payable is fixed at \$30,000 per annum. The Constitution provides that Directors' fees can only change pursuant to a resolution at a general meeting.

B. Details of remuneration

Details of the nature and amount of each element of the emolument of each director of the company and each of the three executive officers of the company and the consolidated entity receiving the highest emolument for the financial year are as follows:

DIRECTORS REMUNERATION

NAME	ANNUAL EMOLUMENTS		LONG TERM EMOLUMENTS	
	Base Salary/Fees	Equity Shares	Superannuation	Total
	\$	\$	\$	\$
Robert Murdoch	9,724	--	--	9,724
Stephen Ioannides (2)	58,245	44,800	--	103,045
Sean Stark (2)	1,200	8,400	--	9,600
(1)	69,169	53,200	--	122,369

(1) The Directors and Executives remuneration have been determined on the basis of the cost to the entity, which includes specific benefits and GST.

(2) It is noted that S. Ioannides was appointed as a Director on 12 July 2004. S. Stark was appointed Director on 17 November 2004.

REMUNERATION REPORT (CONTINUED)
EMOLUMENTS OF THE TWO (2) MOST HIGHLY PAID EXECUTIVE OFFICERS OF THE COMPANY AND CONSOLIDATED ENTITY

NAME	ANNUAL EMOLUMENTS		LONG TERM EMOLUMENTS	
	Base Salary/Fees	Other	Superannuation	Total
	\$	\$	\$	\$
Michael Ilett	25,016	--	--	25,016
Martin Jericho	63,766	-	5,351	69,117
	88,782	--	5,351	94,133

C. Service Agreements and Share Based Compensation

1. Jab Technologies Limited ("the Company") has entered into a Consultancy Agreement with Mr. Stephen Ioannides and Jaz Software Pty ("Jaz"), an entity associated with Mr. Ioannides. The Agreement commenced on 6 June 2005.

Under this Agreement, the Company has engaged Jaz in the area of executive public company management and such other services as may be required by the Company for the period of 2 years after the Company has listed on the Newcastle Stock Exchange ("NSX") and has also secured the services of Mr. Ioannides to act as Chief Executive Office of the Company.

For the provision of services under the Agreement, Jaz will be: (a) paid a fee of \$11,400 per month (exclusive of GST); and (b) issued with a total of 1,920,000 options to subscribe for ordinary shares in the capital of the Company on the last day of the month in which Jab Technologies ("Jab") is admitted to the official list of the NSX. The options are exercisable at 20 cents per share on or before 31 July 2008.

The granting of 1,900,000 options to Jaz is to be vested on the basis of 80,000 options each month for 24 months, commencing at the end of the month in which the Company obtain listing on the NSX. The options will only be vested to Jaz if the average closing price of the Jab shares (during that month) is equal to or greater than \$0.20. If the average closing price for any month falls below \$0.20 then that month's options will no vest.

The granting of 1,900,000 options to Jaz has been independently valued at \$78,298.

2. The Company has entered into an agreement with Mr. Sean Stark dated 6 June 2005. Under this Agreement, Mr. Stark has been appointed as a non-executive director of the Company for a period of 3 years from the date of listing of the Company to assist in developing and commercialising its products.

For the provision of Services under the Agreement, Mr. Stark will be: (a) paid a fee of \$1,200 per month; (b) paid a consulting retainer of \$1,000 per month; and (c) issued with a total of 360,000 options to subscribe for ordinary shares in the capital of the Company on the last day of the month in which Jab is admitted to the official list of the NSX. The options are exercisable at 20 cents per share on or before 31 July 2008.

The granting of 360,000 options to Mr. Stark is to be vested on the basis of 15,000 options each month for 24 months, commencing at the end of the month in which the Company obtains listing on the NSX.

The options will only be vested to Mr. Stark if the average closing price of the Jab shares (during that month) is equal to or Greater than \$0.20. If the average closing price for any month falls below \$0.20 then that month's options will no vest.

The granting of 360,000 options to Mr. Stark has been independently valued at \$14,681.

REMUNERATION REPORT (CONTINUED)

C. Service Agreements and Share Based Compensation (continued)

3. An Agreement for Administrative Services has been entered into between the Company and Union Resources Limited ("Union") dated 13 May 2005, but did not commence until after the listing. Pursuant to this Agreement, Union will provide administration and management services to the Company, including services such as secretarial and accounting support, office furniture, equipment and telephone and reception facilities.

In consideration for the provision of these services, Union will be reimbursed for the costs it incurs in providing these services, upon presentation of a monthly invoice by Union, and in any event, not more than \$2,500 per month. The initial term of this appointment is for 12 months, and if not terminated at the expiry of this term, will continue for successive 12 months period until terminated.

DIRECTORS' INTERESTS IN CONTRACTS

No material contracts involving Directors' interests were entered into during or at the end of the financial year, other than those transactions detailed in note 24 of the Full Financial Report.

TAX CONSOLIDATION

Effective 1 July 2004, for the purposes of income taxation, Jab Technologies Limited and its 100% owned subsidiaries have formed a tax consolidation group. Members of the group have entered into a tax sharing arrangement in order to allocate income tax expense to the wholly owned subsidiaries on a pro-rata basis. In addition the agreement provides for the allocation of income tax liabilities between the entities should the head entity default on its tax payment obligations.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

Insurance of Directors and Officers was in place until the 20th August 2004 as Jab Technologies was part of Union Resources consolidated group. As a result of the company listing, the directors are now considering the need for Directors' and Officers' Insurance.

AUDITORS' INDEPENDENCE

Section 307C of the Corporations Act 2001 requires the Company's auditors, Pitcher Partners, to provide the directors with a written Independence Declaration in relation to their review of the financial report for the period ended 30 June 2005. The written Auditor's Independence Declaration is attached to the Directors Report and forms part of this Director's Report.

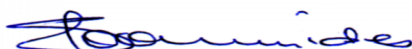
ROUNDING

The amounts contained in the report and in the financial report have been rounded to the nearest \$1 under the option available to the Company under ASIC Class Order 98/0100. The Company is an entity to which the Class Order applies.

CORPORATE GOVERNANCE

The Board of Directors is responsible for the Corporate Governance of the consolidated entity. The Board is committed to achieving the highest standards of corporate behaviour and accountability. The company's corporate governance statement is contained in the corporate governance section in the Full Financial Report.

Signed for and on behalf of the Board in accordance with a resolution of the Directors.



S. Ioannides Director
Brisbane, 30 September 2005



PITCHER PARTNERS

ACCOUNTANTS AUDITORS & ADVISORS

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AN INDEPENDENT MEMBER OF BAKER TILLY INTERNATIONAL - OFFICES THROUGHOUT THE WORLD

**AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF JAB
TECHNOLOGIES LIMITED**

In relation to our audit of the concise financial report of Jab Technologies Limited for the year ended 30 June 2005, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

PITCHER PARTNERS

R J ST CLAIR
Partner

Brisbane, 30 September 2005

STATEMENT OF FINANCIAL PERFORMANCE

YEAR ENDED 30 JUNE 2005

	Notes	CONSOLIDATED	
		2005 \$	2004 \$
Revenues from ordinary activities	2	11,851,041	38,591
Expenses from ordinary activities	2	(294,769)	(277,682)
Profit (Loss) from ordinary activities before income tax expense		11,556,272	(239,091)
Income tax benefit relating to ordinary activities		--	92,786
Net Profit (Loss)		11,556,272	(146,305)
Net Profit/ (loss) attributable to members of Jab Technologies Limited		11,556,272	(146,305)
Total changes in equity other than those resulting from transactions with owners as owners		11,556,272	(146,305)
Basic earnings per share (cents per share)	4	151.84	(14.63)
Diluted earnings per share (cents per share)	4	151.84	(14.63)
Franked dividends per share (cents per share)		--	--

DISCUSSION AND ANALYSIS – FINANCIAL PERFORMANCE

The net profit attributable to members of Jab Technologies Limited for the year ended 30 June 2005 was \$11,556,272 compared with an operating loss of \$146,305 in the previous financial year.

TRENDS IN REVENUES ARISING FROM OPERATING ACTIVITIES

The revenue from ordinary activities largely comprised of a debt forgiveness income of \$11,842,983 resulting from the forgiveness of the loan between the Company and Union Resources Limited, which is detailed in the Full Financial Report.

MAIN INFLUENCES ON COSTS OF OPERATION

Total expenses increased 6.15% from \$277,682 to \$294,769. The increase in expenses is largely attributable to the introduction of Directors Fees of \$54,400 and the increase in consulting fees to \$67,969. The increase is offset by a reduction in general and administration expenses, occupancy costs and depreciation and amortization.

The administration overheads have been reduced during the year as the Company shares its corporate offices with Gold Aura Limited and Union Resources Limited.

The accompanying notes form an integral part of this Statement of Financial Performance

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2005

	Notes	CONSOLIDATED	
		2005 \$	2004 \$
CURRENT ASSETS			
Cash assets		131,858	4,341
Receivables		11,333	1,419
Other assets		51,595	95,925
TOTAL CURRENT ASSETS		194,786	101,685
NON-CURRENT ASSETS			
Investments		--	--
Property, plant and equipment		7,552	4,209
Other assets		4,631	--
TOTAL NON-CURRENT ASSETS		12,183	4,209
TOTAL ASSETS		206,969	105,894
CURRENT LIABILITIES			
Payables		65,369	37,601
Provisions		2,946	--
TOTAL CURRENT LIABILITIES		68,315	37,601
NON-CURRENT LIABILITIES			
Payables		--	13,314,902
Provisions		4,168	--
TOTAL NON-CURRENT LIABILITIES		4,168	13,314,902
TOTAL LIABILITIES		72,483	13,352,503
NET ASSETS		134,486	(13,246,609)
EQUITY			
Total contributed entity		1,824,833	10
Total accumulated losses		(1,690,347)	(13,246,619)
TOTAL EQUITY		134,486	(13,246,609)

DISCUSSION AND ANALYSIS – FINANCIAL POSITION

CHANGES IN THE COMPOSITION OF ASSETS

Total assets increased by \$101,075 (95.45%) from \$105,894 to \$206,969 primarily as a result of the increase in cash assets due to a placement of 318,631 new ordinary shares at an issue price of 8 cents per share for a total consideration of \$318,631. The Company's activities have been significantly funded through new shares and as 30 June 2005 the Company had no financial debt.

CHANGES IN THE COMPOSITION OF LIABILITIES

Total liabilities decreased by \$13,280,020 from \$13,352,503 to \$72,483, which is mainly a result of the debt forgiveness of the inter-company loan payable between the Company and Union Resources Limited.

The accompanying notes form an integral part of this Statement of Financial Position

STATEMENT OF CASH FLOWS

YEAR ENDED 30 JUNE 2005

	Notes	CONSOLIDATED	
		2005 \$	2004 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,339	44,548
Interest received		3,142	2,155
Interest paid		(224)	--
Payments to suppliers and employees		(194,988)	(269,821)
NET CASH FLOWS FROM OPERATING ACTIVITIES		(188,731)	(223,118)
CASH FLOWS FROM INVESTING ACTIVITIES			
Loans from Related Parties		--	208,516
Proceeds from disposal of physical non-current assets		2,625	2,155
NET CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		2,625	210,671
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of ordinary shares and options		318,631	--
Other - Share issue costs		(5,008)	--
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		313,623	--
NET INCREASE/(DECREASE) IN CASH HELD		127,517	(12,447)
Add opening cash brought forward		4,341	16,788
CLOSING CASH CARRIED FORWARD		131,858	4,341

DISCUSSION AND ANALYSIS – CASH FLOWS

CHANGES IN CASH FLOWS FROM OPERATIONS

The closing cash balance increased by \$127,517 to \$131,858 which was largely due to a capital raising of \$313,263 and a reduction in cash flows from operations by \$34,387 from \$223,118 to \$188,731. The cash flows from operating activities reduced by \$34,387 (15.41%) to \$188,731, which is largely as result of a reduction in the payment to supplier and employees, which decreased by \$74,833 (27.74%) to \$194,988.

FINANCING OF CAPITAL EXPENDITURE PROGRAMS

There was no significant movement in the finance of capital expenditure programs.

CASH FLOWS FROM FINANCING ACTIVITIES

The most significant cash flows from financing activities during the year were proceeds from issues of shares. During the year the economic entity raised \$313,623 through issues of new ordinary shares. The proceeds from this issue was utilised to fund the operating and investing activities of the company.

The accompanying notes form an integral part of this Statement of Cash Flows

1. BASIS OF PREPARATION OF THE CONCISE FINANCIAL REPORT

The concise financial report has been prepared in accordance with the requirements of the Corporations Act 2001 and Accounting Standard AASB 1039 "Concise Financial Reports".

Changes in accounting policies and estimates

The accounting policies adopted are consistent with those of the previous year.

CONSOLIDATED	
2005	2004
\$	\$

2. REVENUE FROM ORDINARY ACTIVITIES
(a) Specific Items

Profit from ordinary activities before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the financial performance of the entity:

Revenues from operating activities

Revenue from sale of goods

2,291

36,436

Revenues from non-operating activities

Interest – unrelated parties

3,142

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Debt forgiveness income

11,842,983

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Proceeds from sale investments

2,625

2,155

Total revenue from operating activities

11,851,041

38,591

3. DIVIDENDS PAID OR PROVIDED FOR ON ORDINARY SHARES
(a) Dividends proposed

Franked dividends

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(b) Dividends paid

Franked dividends

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4. EARNINGS PER SHARE

Basic earnings per share (cents per share)

151.84

(14.63)

Diluted earnings per share (cents per share)

151.84

(14.63)

Earnings used in calculating of basic earnings per share

11,556,272

(146,305)

Earnings used in calculating of diluted earnings per share

11,556,272

(146,305)

Weighted average number of shares used as the denominator

Weighted average number of ordinary shares used in the dominator in calculating basic earnings per share

(a)

7,610,982

10,000

Weighted average number of ordinary shares used in the dominator in calculating diluted earnings per share

7,610,982

10,000

At the end of the year, the economic entity had 6,000,000 restricted options (JAB01) on issue with an exercise price of 20 cents expiring 31 December 2009.

(a) The company has not added the options to the weighted average number of shares, as the company was not listed at year end.

5. SEGMENT REPORTING

The main product of Jab Technologies Limited is called EZBIZ Technology with the concept of developing a suite of integrated products that provide the means to easily design, launch and operate internet business services using intelligent emails as the "link" between the business parties associated with the service (i.e: supplier, customer, contractor and related parties).

As at the date of this report, EZBIZ Technology is still under development and it represents one business segment. Therefore, the Company has not produced a separate Business or Geographical Segment for Jab Technologies Limited or its controlled entities for the period ended 30 June 2005.

6. ACCUMULATED LOSSES

Balance at beginning of year
Net profit attributable to members of Jab Technologies Limited
Balance at end of year

CONSOLIDATED	
2005 \$	2004 \$
(13,246,619)	(13,100,314)
11,556,272	(146,305)
(1,690,347)	(13,246,619)

7. SIGNIFICANT EVENTS AFTER BALANCE DATE

- On 5 September 2005 Jab Technologies Limited ("Jab") entered into an Agreement with Gumnut Systems Pty Ltd ("Gumnet") to acquire Gumnet's assets including: a) Hosting Services; b) Domain Registration Services; and c) Easy/Sites/Ezyweb Automation Services, for a total consideration of \$25,000 inclusive of GST. Jab will pay Gumnet by three instalments being \$5,000, \$10,000 and \$10,000 based on the achievement of defined milestones by Gumnet as stipulated in the Agreement.

Gumnut has been operating an internet website development, webhosting and domain registration business for over 5 years. Gumnut's technology to enable customers to automatically build and host e-business web sites which incorporate services such as shopping carts and payment services into customer websites.

Jab has acquired the base of Gumnut's hosting service comprising approx 250 hosted websites and its Domain registration services comprising of approx 520 domain names. The acquisition includes all Gumnut's Intellectual Property rights associated with Gumnut's, www.ezyweb.com.au and www.easysites.com.au web automation technology.

Gumnut has approximately 20 re-seller organisations, which market and promote many of the Gumnut offerings will be supported through Jab's sales and support groups.

Support arrangements for Gumnut customers have been set up at Jab Headquarters in Brisbane.

It is envisaged that, over time, many of the existing Gumnut customers will benefit by upgrading to the new products and business automation technology, which Jab is introducing through its EZBiz initiative.

- On 16 September 2005 Jab Technologies Limited was officially listed on the Newcastle Stock Exchange ("NSX"). Total issued Ordinary Securities and Options to be quoted are 14,862,911 and 8,865,029 respectively.

The trading code for Ordinary Securities is "JAB". The trading code for Options is "JABO".

8. IMPACT OF ADOPTING INTERNATIONAL FINANCIAL REPORTING STANDARDS

For reporting periods beginning on or after 1 July 2005, the consolidated entity must comply with International Financial Reporting Standards (IFRS) as issued by the Australian Accounting Standards Board.

This financial report has been prepared in accordance with Australian accounting standards and other financial reporting requirements (Australian GAAP). The differences between Australian GAAP and IFRS identified to date as potentially having a significant effect on the consolidated entity's financial performance and financial position are summarised below. This summary should not be taken as an exhaustive list of all the differences between Australian GAAP and IFRS. No attempt has been made to identify all disclosure, presentation or classification differences that would affect the manner in which transactions or events are presented.

The key potential implications of the conversion to IFRS on the consolidation entity are as follows:

- Financial instruments must be recognised in the statement of financial position and all derivatives and most financial assets must be carried at fair value.
- Income tax will be calculated based on the "balance sheet" approach, which will result in more deferred tax assets and liabilities and as the tax effect follows the underlying transaction, some tax effects will be recognised in equity.
- Impairments of assets will be determined on a discounted basis, with strict tests for determining whether goodwill and cash-generating operations have been impaired.
- Changes in accounting policies will be recognised by restating comparatives rather than making current year adjustments with note disclosure of prior year effects.

As at the date of this report, there are no material differences between the income statement presented under AFIRS and the income statement presented under AGAAP.

As at the date of this report, there are no material differences between the balance sheet presented under AFIRS and the balance sheet presented under AGAAP.

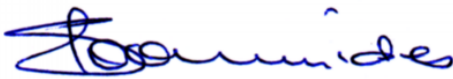
As at the date of this report, there are no material differences between the cash flow statement presented under AFIRS and the income statement presented under AGAAP.

DIRECTORS DECLARATION

In accordance with a resolution of the Directors of Jab Technologies Limited, we state that in the opinion of the Directors:

- (a) The Concise Financial Report of the consolidated entity for the year ended 30 June 2005 is in accordance with Accounting Standard AASB 1039 "Concise Financial Report"; and
- (b) The financial statements and specific disclosures included in the Concise Financial Report have been derived from the Full Financial Report for the year ended 30 June 2005.

On behalf of the Board.



S Ioannides

Director

30 September 2005

Brisbane



PITCHER PARTNERS

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INDEPENDENT AUDIT REPORT TO THE MEMBERS OF JAB TECHNOLOGIES LIMITED

Scope

The concise financial report and directors' responsibility

The concise financial report comprises the consolidated statement of financial position, consolidated statement of financial performance, consolidated statement of cash flows, discussion and analysis of and accompanying notes to the financial statements, and the Directors' declaration for Jab Technologies Limited (the company), for the year ended 30 June 2005.

The Directors of the company are responsible for the preparation and true and fair presentation of the concise financial report in accordance with Australian Accounting Standard AASB 1039: Concise Financial Reports.

Audit approach

We conducted an independent audit of the concise financial report in order to express an opinion on it to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the concise financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We also performed an independent audit of the full financial report of the company for the financial year ended 30 June 2005. Our audit report on the full financial report was signed on 30 September 2005.

We performed procedures to assess whether in all material respects the concise financial report presents fairly, in accordance with Australian Accounting Standard AASB 1039: Concise Financial Reports.

We formed our audit opinion on the basis of these procedures, which included:

- testing that the information included in the concise financial report is consistent with the information in the full financial report, and
- examining, on a test basis, information to provide evidence supporting the amounts, discussion and analysis, and other disclosures in the concise financial report which were not directly derived from the full financial report.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Audit opinion

In our opinion, the concise financial report of Jab Technologies Limited complies with Australian Accounting Standard AASB 1039: Concise Financial Reports.

PITCHER PARTNERS



R J St Clair
Partner

Brisbane, 30 September 2005

An Independent Queensland Partnership. ABN 32 862 011 478
Formerly Douglas Heck & Burrell