

28 July 2006

The Manager
Company Announcements
The Stock Exchange of Newcastle Limited
384 Hunter Street
Newcastle Australia

Dear Sir

Jab Technologies Limited (JAB) was originally focused on multi media based marketing system that embeds rich media content, branding, purchasing and payment facilities within an email. Jab has a patent and trademarks protecting key aspects of this technology.

More recently, JAB has expanded its services for use in the broader e-Commerce application services market, with the release of its "EZBiz" e-business service.

The aim of "EZBiz" is to provides an integrated web based facility for the set-up and management of Internet business services.

EZBiz services include:

- Website generation and hosting.
- Domain management
- E-Commerce
- Email marketing and newsletters.

The EZbiz services allow anyone to easily design, launch and operate their own website and e-business service. The EZbiz provides facilities that range from simple information services such as instant domain management and ISP hosting to more advanced Internet services such as e-commerce websites, Internet marketing, email automation and multi media based content management.

In a short space of time JAB has succeeded in attaining some 300 customers. However, this is not generating sufficient revenue for the Company to cover its costs.



In order to finance the promotion and marketing of a major launch of its services, JAB announced a capital raising on 15 May 2006 under an "Offer Information Statement" (OIS). The OIS offered up to 8 million new shares in JAB for \$0.15 per share to raise up to \$1,200,000. The minimum subscription was set at \$300,000.

Despite the OIS being extended until 7 July 2006 it failed to reach the minimum subscription and the funds raised had to be returned to the investors.

As a result JAB has entered into a Converting Note agreement with Austex Mining Pty Ltd an investment company associated with the Chairman of JAB Rob Murdoch. The Converting Note will provide funds for JAB to meet its working capital requirements and allow directors the opportunity to evaluate other opportunities for the company.

Yours faithfully

JAB TECHNOLOGIES LIMITED



Rob Murdoch
Executive Chairman

