

7 December 2006

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

Dear Sir

#### **RE: JAB TECHNOLOGIES LIMITED UPDATE**

### JAB RESOURCES PTY LTD ALBANIA EXPLORATION LICENCE APPLICATIONS

As previously advised, at the Company's annual general meeting held on 30 November 2006 shareholders gave approval to the carrying on of mining exploration and development activities by the Company in addition to its current activities.

Jab Technologies Limited ABN 42087 426953

PO Box 728 Level 6, 200 Creek Street Spring Hill Old 4004 Phone +61 7 33678900 Fax +61 7 33678999 www.jabtechnologies.com.au

Listing Date: 6th Sept 2005

www.ezbiz.net

NSX Code: JAB

To this end the Company has formed a wholly owned subsidiary company, JAB Resources Pty Ltd ("Jab Resources") to obtain interests in mineral resources projects.

JAB Resources has lodged applications for three exploration licenses in the Republic of Albania (Albania). The applications are over the approximate areas indicated in pink in Figure 1.

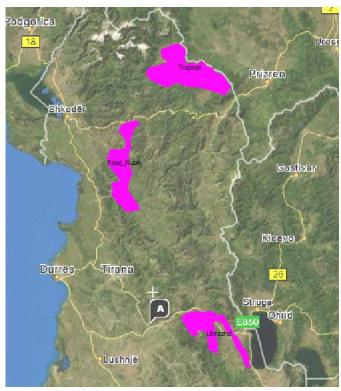


FIG 1: MAP OF ALBANIA WITH JAB RESOURCES APPLICATION AREAS SHOWN



The three areas are:

### **AREA 1: Palaj Rubik Project**

The central area of 273 km<sup>2</sup>, which is considered prospective for copper, gold and titanium mineralization within Triassic sedimentary rocks.

### **AREA 2: Librazhd Project**

The southern area of 223.9 km<sup>2</sup>, where occurrences of nickel laterites are located in the contact of ultra basic and upper Cretaceous carbonates formation. Ore body thickness has a range 0.5-40 m and dip 10-45 degrees.

# **AREA 3: Tropoje Project**

The northern area of around 400 Km2, where known chromium mineralization occurs, and secondary platinum group metals are expected.

Albania has only in recent years opened up its door for exploration and represents a relative new frontier for mineral exploration.

The Company has engaged Mr Resmi Kamberaj, a former head geologist and project manager of a major base metal project in Albania, as its Exploration Manager in Albania. JAB will provide more information on these applications on the return of Mr Kamberaj to Brisbane.

#### RETURN OF CAPITAL

The Company will seek shareholder approval to undertake a share capital reduction by returning all shares in Jab Resources to the Company's eligible shareholders on a 1:1 basis. The effect of this would be to separate out JAB Resources and its exploration assets from JAB Technologies Limited, which will continue to focus on technology – based business activities.

Further details of the proposed capital reduction will be provided in a meeting notice to be prepared and forwarded to all shareholders.

# **VENTURE AXESS CAPITAL LIMITED'S BIDDER'S STATEMENT:**

With respect to the VentureAxess Capital (VAC)'s Bidder Statement, which some shareholders have received, VAC is required to advise the Company when it has sent the Bidder's Statement to all of the Company's security holders. Once it receives the notification from VAC the Company will prepare a "Target's Statement" containing the Company's Directors recommendations and other information. The Target's Statement will be sent to the Company's shareholders within 15 days of receipt of the notification from VAC.

Yours faithfully

**JAB TECHNOLOGIES LIMITED** 

Rob Murdoch
Executive Chairman

