



28 December 2006

Attention: Anthea
Newcastle Stock Exchange
BY FACSIMILE: 02 4929 1556

Dear Anthea

RE: JAB TECHNOLOGIES LIMITED

Please find attached a Supplementary Target Statement lodged by JAB Technologies Limited with the ASIC earlier today in respect of the offer by VentureAxxess Capital Limited for all ordinary shares and options in JAB Technologies Limited.

Yours faithfully
HOPGOOD GANIM

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SUPPLEMENTARY TARGET'S STATEMENT
JAB TECHNOLOGIES LTD ABN 42 087 426 953
IN RESPECT OF THE OFFER BY VENTUREAXESS CAPITAL LTD ABN 30 085 039 818 (VAC)
FOR ALL ORDINARY SHARES AND OPTIONS IN JAB



This statement ("**Supplementary Target's Statement**") supplements, and must be read together with, the Target's Statement of JAB dated 17 December 2006 and lodged with the Australian Securities and Investments Commission ("**ASIC**") on 20 December 2006 in connection with VAC's takeover bid for all the ordinary shares and options in JAB ("**Bidder's Statement**").

The definitions and interpretation provisions of the Target's Statement apply to this Supplementary Target's Statement.

ASIC takes no responsibility for the content of this Supplementary Target's Statement.

SUPPLEMENTARY MATERIAL IN RELATION TO RECOMMENDATIONS OF THE DIRECTORS OF JAB.

JAB provides the following supplementary material in relation to the recommendations made by the Directors of JAB in the Target's Statement:

Assessment of Comparative Value

Whilst JAB's shares are listed on NSX, VAC is unlisted. There is also no guarantee that VentureAcess Capital will succeed in listing on ASX. Accordingly, the Directors of JAB have had regard to other factors in assessing comparative value of securities of JAB and VAC respectively.

The Directors of JAB have had regard to the comparative net asset values of both JAB and VAC.

In the 2006 JAB Financial Report, JAB had a net tangible asset value per share of \$0.0071. The Bidder's Statement discloses VAC has net asset value per share of \$0.201 per share. The Offer is 3 VentureAcess Capital Shares for every 5 JAB Shares and 3 VentureAcess Options for every 5 JAB Options.

The JAB Options are exercisable at \$0.20 per JAB Share on or before 31 December 2009. The last recorded trade for JAB Shares on NSX was on 2 June 2006 at \$0.15. The Directors of JAB have formed the view that trading in JAB Shares is illiquid and it may be considered that the JAB Options being exercisable at 20c per JAB Share are of little or no current value as they are well out of the money.

On that basis, if only comparative net asset values are used to make an assessment of comparative value, JAB Shareholders are being offered 3 VentureAcess Capital Shares representing a net asset value of \$0.603 for every 5 JAB Shares representing a net asset value of \$0.0355.

If regard were had in assessing the Offer based on comparative net asset value alone, in the absence of a superior offer, the Directors would recommend the Offer due to the higher net asset value represented by the Offer.

VentureAcess Capital Reasons for Acceptance of the Offer

In the Bidder's Statement, VentureAcess Capital has outlined a number of reasons why VentureAcess Capital considers the Offer should be accepted. In relation to the reasons provided by VentureAcess Capital, the Directors of JAB advise:

(a) JAB will require additional funding to continue to carry on business. This funding will need to be secured by way of equity and/or debt funding. No guarantee can be given that JAB will be successful in securing such additional funding.

- 2 -

(b) JAB is unable to form any opinion in respect of the past or future performance of VentureAcess Capital. Accordingly no guarantee can be given in respect of how performance of VentureAcess Capital Share's in the future might compare with the future performance of JAB Shares.

(c) JAB is unable to form any opinion in respect of the past or future performance of VentureAcess Capital management experience. Accordingly no guarantee can be given in respect of how performance of VentureAcess Capital's management in the future might compare with the future performance of JAB management.

(d) JAB is unable to form any opinion in respect of the availability of future opportunities for JAB Shareholders and JAB Optionholders who accept the Offer, to take pre-IPO positions in selected VentureAcess Capital investee companies.

Advantages and Disadvantages in Respect of Acceptance of the Offer.

If making the recommendations the JAB Directors have had regard to the following:

Acceptance of the Offers may afford the following advantages:

- the potential for JAB Shareholders if VentureAcess Capital and JAB Resources are both successful in obtaining listings on ASX , to hold equities in 2 ASX listed companies rather than 1 NSX listed company;
- the potential for JAB Optionholders if VentureAcess Capital is successful in obtaining a listing on ASX to hold options in an ASX listed company;

Acceptance of the Offers may afford the following disadvantages:

- VentureAcess Capital may be unsuccessful in listing on ASX , resulting in illiquidity for holders of VentureAcess Capital Shares and Options;
- By virtue of the existence of other existing shareholders in VentureAcess Capital , accepting JAB Shareholders will have a diminished capacity to influence the future direction and management of JAB if the Offer is successful;

These are not an exhaustive statement of all factors which may have impacted on the recommendations made by JAB Directors but are considered to be the material matters which have resulted in the recommendations made .

This Supplementary Bidder's Statement was approved by a resolution of directors of JAB on the day of December 2006.

Dated the 28th day of December 2006:

Signed for and on behalf of JAB Technologies Ltd by Robert Boutflower Murdoch, being a director who was authorised to sign this statement by a resolution of the directors.


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Director