

6 November 2007

Mr Emyr Jones
Jab Technologies Limited
Suite 303 20 Bungan Street
Mona Vale NSW 2103

By Fax: +61 02 9999 0150

Dear Mr Jones,

Jab Technologies Limited (the "Company")

Newcastle
Ground Floor, 384 Hunter Street, Newcastle
NSW, 2300
PO BOX 283, Newcastle, NSW, 2300
P: +61 2 4929 6377
F: +61 2 4929 1556

Melbourne
Level 8, 410 Collins Street, Melbourne, VIC, 3000
P: +61 3 9664 0000
F: +61 3 9664 0011
www.nsx.com.au
Incorporating
National Stock Exchange of Australia Limited
ABN: 11 000 902 063
Bendigo Stock Exchange Limited
ACN: 084 885 683

Query on Annual Report 2007

The Company is currently suspended from trading. The suspension will be reviewed on receipt of required information that demonstrates compliance with Rule Section 2A 6.54.

We note in relation to the Company the following:

Solvency and Sufficient Assets Rule

Pursuant to NSX Listing Rule Section 2A, 6.54

"The issuer shall carry out, directly or indirectly, a sufficient level of operations or have tangible assets of sufficient value and/or intangible assets for which a sufficient tangible value can be demonstrated to the Exchange to warrant the continued listing on the Exchange of the issuer's securities."

The Company lodged its Annual Report for the period ended 30 June 2007 on 6th November 2007. The annual accounts record a deficiency in net assets, a qualification of the audit opinion relating to corporate governance and highlight whether the going concern assumption is valid.

The company must demonstrate by way of announcement that it has sufficient operations to satisfy rule Section 2A 6.54. The company must take steps to and provide the following:

1. Provide a release to the market confirming financing arrangements so that the company remains solvent.

The NSX will review the decision to maintain the suspension once these requirements have been complied with.

Yours Sincerely,

Scott Evans
General Manager