

TAFMO Annual Update



TAFMO today has a system that allows financial system device owners to develop, deploy and manage multiple products over their devices

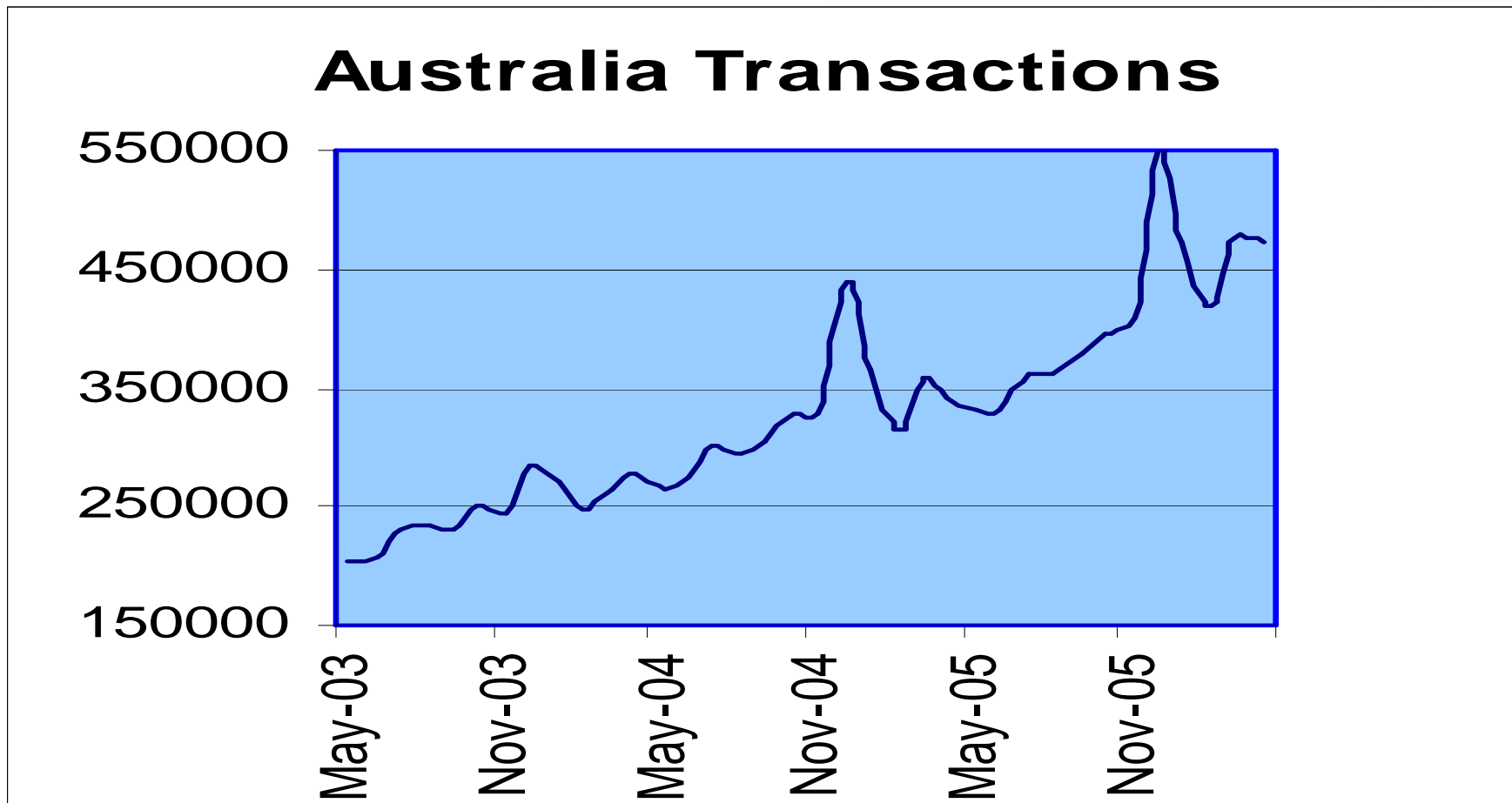
- **TAFMO securely delivers electronic products over existing financial network points of services.**
 - In Australia we currently provide a complete electronic product and service management solution for 2 of the 5 major banks. We hope to be rolling out with a third later this year. The system currently delivers over 200 electronic products and services and is growing at 200-400 new locations per month.
- **TAFMO has also developed “PIPES” a hosted platform that allows partners to create similar offerings globally.**
 - The system has been delivered in Austria and has grown to over 3000 retail locations within 12 months.
 - We hope to roll out in the USA before the end of the year and over the coming years access that market’s hundreds of thousands of devices.



TAFMO generates revenue in two models:

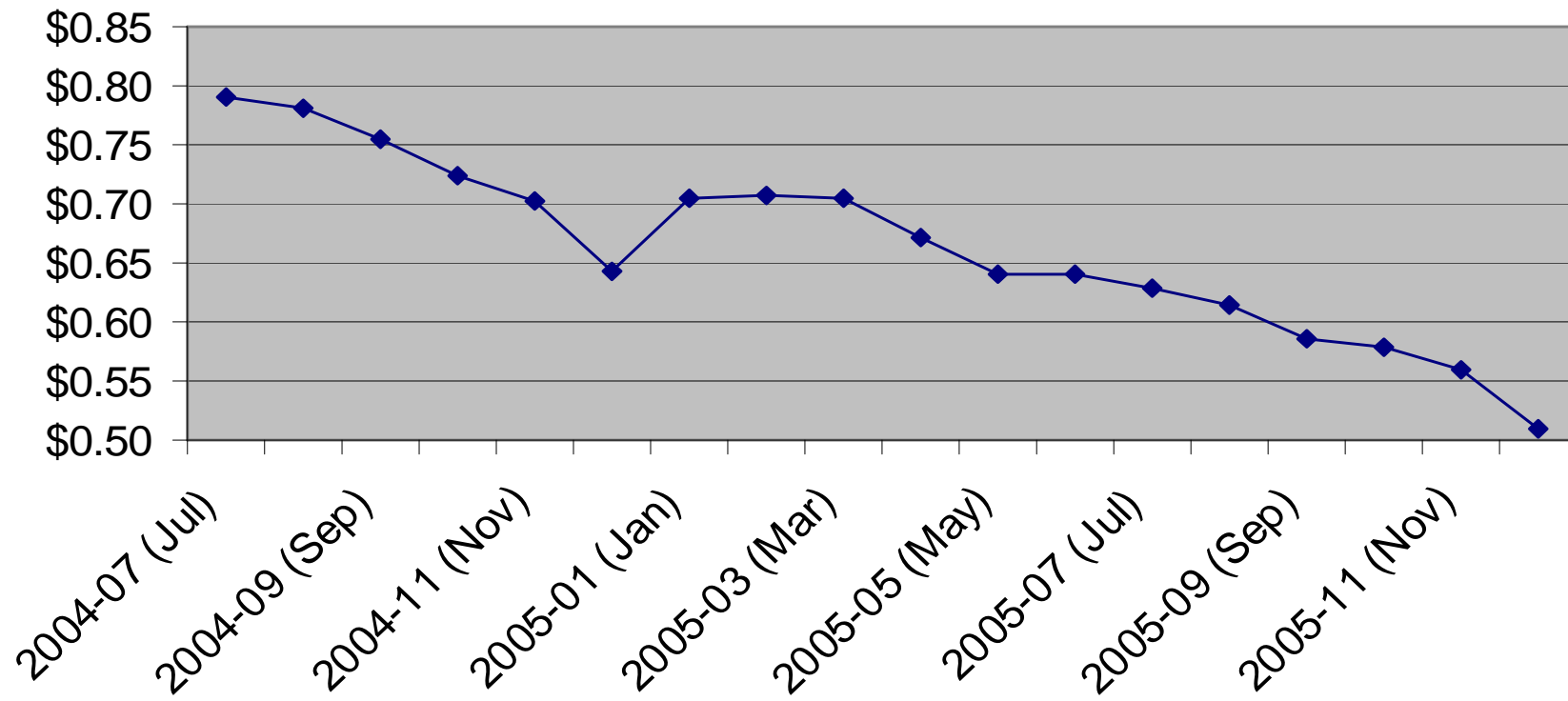
- Taking a commission from the product or service supplier and distributing value to merchants & device owners – “PRODUCTS.”
- Providing infrastructure to deliver electronic products and services to device owners on a transactional recurring fee basis - “PIPES.”

Australia - Performance

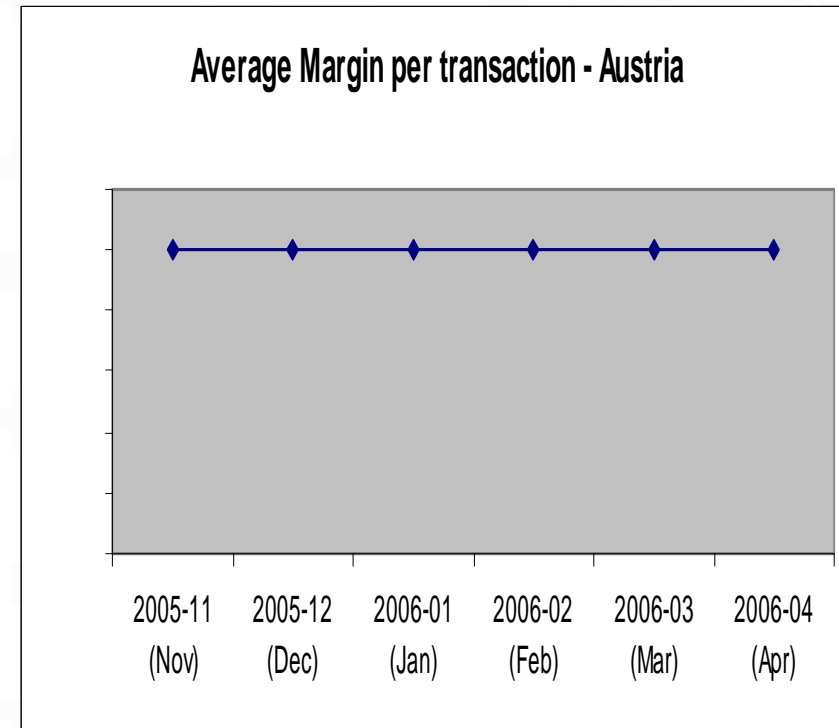
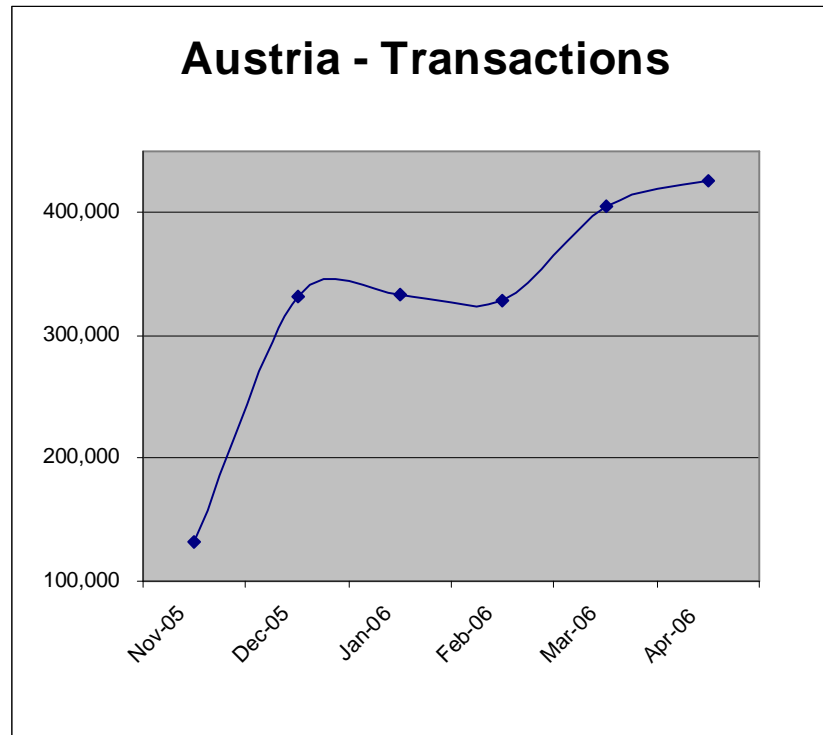


Australia - Performance

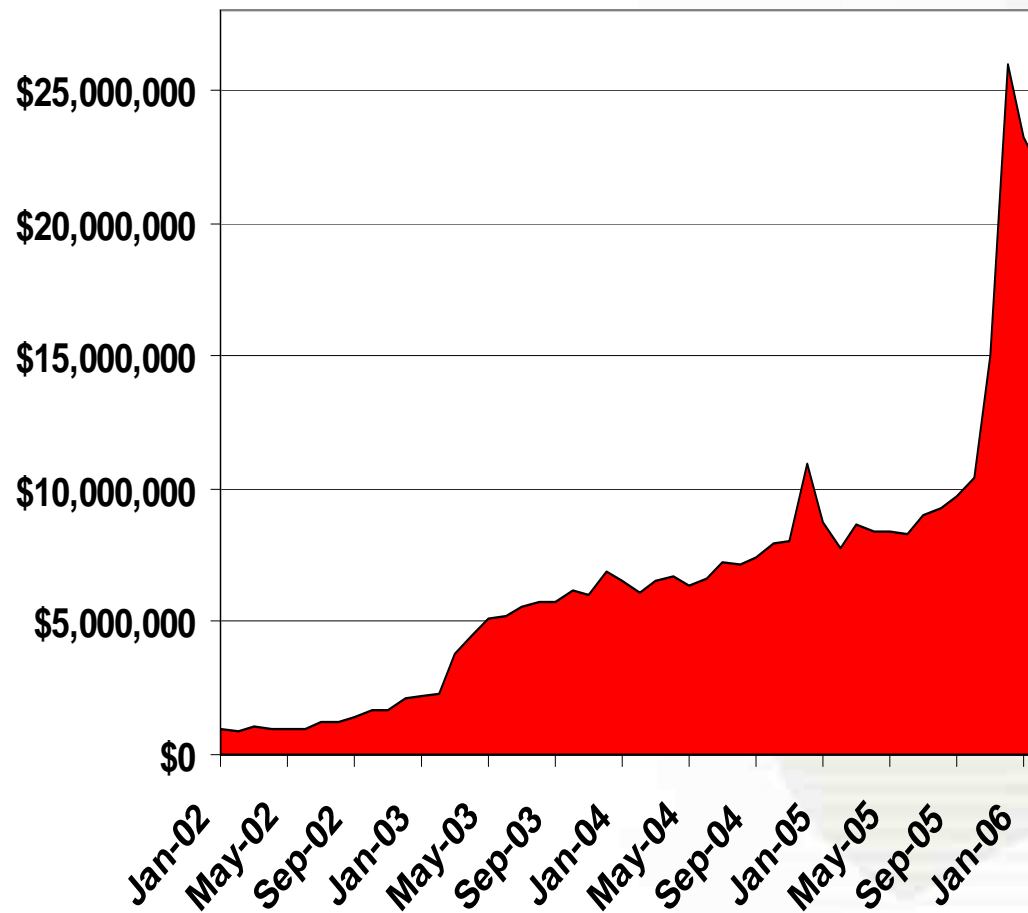
Average margin per transaction Australia



Austria - Performance



Volume through the TAFMO system



On the back of success in Australia and Austria we are now hopeful of a roll out in the United States within the next 12 months.

	ACCOUNT	STAGE
Australia	CBA	SIGNED
Australia	STG	SIGNED
Austria	Austria	SIGNED
Australia	NAB	CONTRACT



TAFMO Highlights 2005/06

- Over 8500 devices have transacted with TAFMO up from just over 3k in 2005.
- National Australia Bank terminal development underway.
- Austrian deployment successful and rolled out to over 3000 locations.
- Strong pipeline for global rollouts created leading us to hope for a significant US deployment within the next year.
- In line with directors' expectations:
 - Revenue \$7.4 million
 - Gross Profit \$3m
 - Net loss after tax (\$9.6mn)

