

## About VendTek

VendTek Systems Inc. ("VendTek") develops and licenses transaction automation system software and supporting technologies focusing primarily in the prepaid telecom and financial services industries. VendTek's products provide infrastructure to service providers, retailers and retail distributors allowing them to distribute electronic products and services with increased efficiency.

VendTek's foremost product is its proprietary eFresh™ technology. eFresh has been deployed in North America, Europe, Asia, the Middle East and Africa. The first system was deployed in 1999 making VendTek one of the world's innovators and leaders in this business. VendTek also has extensive experience in self-serve and vending systems, smart cards and payment technologies.

VendTek was founded in 1988 and became a public company listed in Canada in 1999.

VendTek has an international presence with offices in Canada, China and the U.A.E and customers in the Americas, Asia, Europe, the Middle East and Africa.

## About eFresh

VendTek first introduced eFresh in 1999. Since then it has been continuously developed for new customers, new markets and new applications. Today eFresh is operating in Canada, the USA, China, the United Arab Emirates, and Sudan.

## What is eFresh?

eFresh is software which allows products and services to be distributed and sold electronically as opposed to physically. The eFresh software resides on a central server which you operate and on electronic (POS) terminals in retail locations. The combination of the central eFresh server and POS terminals with eFresh software creates a secure electronic distribution network.

eFresh creates a very efficient and convenient system for distribution, handling and inventory management which can create substantial savings as well as a new business opportunity to generate sustainable recurring revenues.

## What is eFresh Cash?

eFresh Cash allows network management of prepaid cash deposits for selling vouchers. This can be effective in markets where credit or electronic payments are not available as well as in other markets where the operator or distributor does not wish to grant credit risk.

It is a fully integrated solution using all of the eFresh functionality including managing different commission levels for merchants and distributors. Merchants receive their commissions immediately upon the sale of a voucher as a credit in their eCash account.

Any current eFresh terminal can be used with eFresh cash: POS, ATM, PC and web based distribution points. Additional functionality is available on some terminals to allow the merchant to check their eCash balance and it can be added to any terminal with a software update.

## eCash Operational Models

### • Distributor Model

eFresh Cash can be used by a distributor to operate their own network of merchants with no credit risk. The distributor has a master merchant account that holds their deposit with the eFresh operator.

The distributor then uses an eFresh terminal to allocate a portion of that deposit to each of his individual merchants. This could be allocated based on prepayments that the distributor has collected locally from his merchants.

### • Merchant Model

The eFresh operator can use eFresh Cash in a direct relationship with its merchants. Rather than granting credit to merchants, the merchants deposit prepayments directly into an operator's bank account. These deposits are then automatically or manually added to the merchants' eCash account on the eFresh server.

### • Integrated Model

The eFresh operator can use eFresh Cash along with the postpaid billing functions. This allows for credit worthy merchants to use the existing billing functionality along with merchants or distributors that wish to operate with no risk using the eCash functionality.

## Billing and Reporting

eCash billing consists of automated detailed merchant statements that show deposits, sales and adjustments. The statements can be modified to meet the operator's or distributors' needs and can be delivered automatically via email or fax to each merchant.

If desired, individual merchants can be allowed to run a negative eCash balance to permit a form of credit to your best merchants.

The eCash functionality includes a daily reconciliation of all merchant eCash balances.

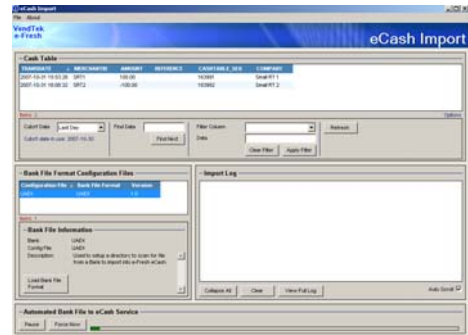
Standard eFresh operator reports include: current merchant balances, detailed daily deposits, manual adjustments and more can be customized to suit any needs.

## eCash Server Applications

eCommNet is the transaction engine for the eFresh system and now handles merchant accounts that are using eCash. There are also interface additions in Control Centre to allow for merchant eCash management. In addition there are two new server applications.

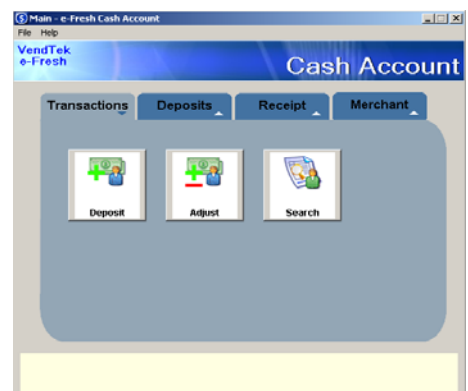
### • eCash Import

This application processes bank deposit files to automatically enter merchant deposits on the eFresh server.



### • Cash Account Manager

This application allows for manual deposit entries as well as adjustments and printing of receipts and statements.



### North America - Vancouver

507 - 1952 Kingsway Avenue, Port  
Coquitlam British Columbia, Canada  
V3C 1S3  
Tel: +1 604 944 6999  
Fax: +1 604 944 0812

### North America - Toronto

Suite 305 - 365 Evans Ave.  
Toronto, ON  
Canada M8Z 1K2  
Tel: +1 416 255 8897  
Fax: +1 416 255 1013

### China & Asia Pacific

1801 South Tower, SOHO Shanghai, No.8  
DongDaQiao Road, Chaoyang District,  
Beijing, 100020  
Tel: +86 10 5869 7873  
Fax: +86 10 5869 8332

### Middle East

205 Al Kheily Tower, Salam Street,  
P.O. Box:46709, Abu Dhabi, U.A.E  
Tel: +97 150 446 7751