



29 December 2005

Company Announcements Office  
Australian Stock Exchange Limited  
20 Bridge Street  
SYDNEY NSW 2000

**By Electronic Lodgement**

**Pages: 1**

Dear Sir/Madam

### **Financial Trading Update**

On 22nd December 2005 the directors of B Digital Ltd (BBB) provided an update on the financial impact of the current trading conditions and other industry related matters upon BBB for the current year to date.

In the interests of further guidance the directors can advise that the BBB Profit before Tax for the five month period to November 2005 is 7.6% less than last year and the Profit after Tax is 22% less than last year.

The results to November are based on unaudited management prepared financial statements which have not adopted the new IFRS financial reporting requirements which will apply for the first time in the coming half year. The financial impact of IFRS on the half year have still not been fully determined.

The results for the period to November have been affected by a number of factors, the most material being:

- The company, having absorbed all income tax losses in prior periods has incurred income tax expense at the full tax rate.
- Losses in recent investments in the Comindico and B Shop businesses have been incurred in the current period and not last year.
- The synergies and cost savings expected from recent acquisitions have not been realised this period. Commencement of implementation of these benefits will occur in January 2006.

This latest guidance should be read in conjunction with the announcement made by directors on 22nd December 2005.

Yours faithfully  
For and on behalf of B Digital Limited

**Harvey Farrington**  
**Company Secretary**