

7 March 2008

Dear Shareholder

**Companies Act 1993 Section 209 – Cynotech Holdings Ltd Annual and Mid-Year Reports**

In accordance with changes to the New Zealand Companies Act 1993 made in June 2007, companies are no longer required to mail to shareholders printed copies of the Annual Report or Mid-Year Report. For Cynotech Holdings Ltd, this allows our Shareholders to choose whether they wish to receive a copy of the full Annual Reports and Mid-Year reports as they become available.

Cynotech Holdings Ltd has not prepared a Concise Annual Report this year.

**You may obtain the Annual Report by one of the following methods:**

***For an electronic copy:***

- Visit our website [www.cynotech.co.nz](http://www.cynotech.co.nz) and click on 'Shareholder Information' from the main page to view an electronic copy; or
- E Mail your request to [finance@cynotech.co.nz](mailto:finance@cynotech.co.nz).

***For a printed copy or an electronic copy:***

- Contact us on 0800 990 880;
- E-mail your request to [finance@cynotech.co.nz](mailto:finance@cynotech.co.nz);
- Fax your request to 09 520 6068; or
- Post your request to P O Box 9846, Newmarket, Auckland 1149.

***All Shareholders are entitled to the full Annual Report, free of charge, on request.  
Please note you will not be sent the Annual Report unless you request it.***

You may elect to have us contact you by e-mail. If you wish to provide us your e-mail address for future correspondence, please contact us via one of the above methods and we will update your details.

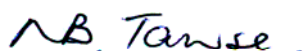
**Substantial Security Holders (as required by section 26 of the Securities Markets Act 1988)**

As at 31 December 2007 details of the substantial security holders in Cynotech Holdings Ltd and their relevant interest in voting securities are provided below.

| <b>Name of Substantial Security Holder</b>  | <b>Voting Securities Held</b> |
|---|-------------------------------|
| Philip Robert and Pamela Annette Briggs   | 17,965,616                    |
| Newmarket Securities Limited  | 10,800,182                    |
| M W Daniel, N G Burton and M M Benjamin, Wairahi Holdings Limited & Wairahi Trust | 8,856,950                     |
| Cynotech Securities Limited   | 5,346,576                     |

**The total number of issued voting securities of Cynotech Holdings Limited as at 31 December 2007 was 92,393,369.**

Yours faithfully

A handwritten signature in black ink that reads 'B. Tawse'.

Brett Tawse  
Group Managing Director