

1st May 2007

Notice to Warrant Holders

Enclosed is an Exercise form to be completed in respect of Warrants held in your name.

You are entitled to exercise your warrants by paying 20 cents per Warrant to the Company on or before 27th June 2007.

If you elect to do this, then subject to the clearance of your funds, each Warrant will be converted into one ordinary share in Cynotech Holdings Ltd on 27th June 2007.

If you wish to exercise your Warrants, please complete the Exercise Form and return to Cynotech Holdings Ltd, together with your payment of the Exercise Price. This must be received by Cynotech no later than 5pm on 27th June 2007.

You may exercise some or all of your warrants.

Additionally there is a Power of Attorney form on the reverse of the Exercise Form giving approval for an authorized person to act on your behalf, should this be required.

If the warrants are not exercised on or before 27th June 2007, the unexercised warrants will not lapse. After 27th June 2007 you will still be able to sell your Warrants on the NZX or you can exercise the Warrants in the future by paying 30 cents per warrant on 27th June 2008.

The 2006 Cynotech Holdings Ltd Annual Report which was mailed to all Shareholders and Warrant Holders contains the most recent audited financial statements and other information that may assist you in deciding whether to exercise or sell or hold your Warrants.

If you are in any doubt as to whether it is desirable to exercise the Warrants, you should contact your financial advisor.



Allan Hawkins
Chairman