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Via Electronic Lodgement

TRADING UPDATE

DataMotion Asia Pacific Limited (“the Company”, ASX : DMN) provides this trading update on the Company and its wholly owned subsidiaries, Data-inCrypt[®] Pty Ltd and Synergy Business Solutions Australia Pty Ltd for the benefit of shareholders and the market at large.

As previously reported, the Company’s recent name change to DataMotion Asia Pacific Limited represents the final stage in transitioning the Company’s business model to reflect its emphasis on and commitment to the DataMotion platform in the Asia Pacific region (the ASX announcement of 31 Aug 09 refers). Now that the transition is complete, this update provides an overview on the group’s structure, product suite and focus going forward.

DataMotion SecureMail & the Intelligent Information Transport (IIT) platform (www.datamotion.asia)

The Company commenced its sales thrust into the Middle East and the Asia Pacific last month, conducting high level talks with representatives of Government and private institutions from the Middle East (Abu Dhabi), Malaysia, Singapore and Indonesia (the ASX announcement of 14 Aug 09 refers). As at the date of this announcement, DataMotion SecureMail trial installations have been undertaken with several organisations and the execution of confidentiality & non-disclosure agreements has commenced ahead of further discussions.

In addition to ongoing discussions / evaluations with Australian corporate organisations, the Company has recently submitted SecureMail proposals to the value of AU\$150,000 (ex GST) to a New Zealand Crown organisation (Gov’t department) and \$275,000 (ex GST) to an Australian State Gov’t department. The total potential sales value of DataMotion SecureMail evaluations currently being undertaken is in excess of AU\$1,000,000 (ex GST).

Going forward, the Company will be offering the new DataMotion IIT platform to potential customers, which will significantly expand the market for the Company’s products and provide a wider audience for future DataMotion roadshows, particularly as the focus towards the Middle East and the Asia Pacific intensifies in the coming months (the ASX announcement of 01 Sep 09 refers).

The completion of the first phase of the Common Criteria certification of the DataMotion platform will result in its inclusion on the Defence Signals Directorate's (www.dsd.gov.au) Evaluated Products List ("EPL") with a status of "in-evaluation", at which time the Company will immediately recommence intensive marketing to State & Federal agencies and other organisations with high-level security requirements such as engineering firms. It is anticipated that the first of significant ongoing sales revenues that will result from the Common Criteria certification of the DataMotion platform will be realised in November & December 2009 (the ASX announcement of 31 Jul 09 refers).

Data-inCrypt® (www.data-encrypt.com)

...delivers fast-reliable-secure online data backup & recovery worldwide, enabling organisations to store critical data offsite, eliminating the capital cost, ongoing maintenance and human error in backing up to tape, CD & DVD, Zip drive, flash memory, removable hard disk etc.

Data-inCrypt® is a corporate partner of Surf Life Saving Australia and continues to offer its online backup & recovery service to businesses nationwide including medical practices, accounting firms, retail organisations, telecommunications providers and transport organisations. Recent customer additions include a Queensland based manufacturing organisation, Perth & Melbourne-based medical clinics and a Perth-based petroleum & mining engineering firm.

Synergy Business Solutions Australia (www.synergyaustralia.com)

...operates the DataMotion Asia Pacific DataCentre.

Given the Company's change in focus and decreased level of transactional income (the ASX announcement of 31 Jul 09 refers), Synergy Business Solutions Australia is currently planning to transform the DataMotion Asia Pacific DataCentre into a high-end "boutique" co-location facility, which will cater for up to 30 racks of mission-critical information technology infrastructure for a select client base. To that end, Synergy Business Solutions Australia is in negotiations with a number of organisations including a Western Australian based telecommunications provider and a State Government department in this regard.

This arrangement will provide Synergy Business Solutions Australia with significant ongoing monthly revenue (at rates currently being finalised and subject to non-disclosure agreements) whilst allowing DataMotion Asia Pacific to retain use of the DataCentre for its internal infrastructure without compromising its security and integrity.

The Company looks forward to keeping the market informed.

Yours faithfully

Ronald Moir
Managing Director
DATAMOTION ASIA PACIFIC LIMITED