

DATA MOTION™

ASIA PACIFIC LIMITED

QUARTERLY ACTIVITIES REPORT for the period ended 30 June 2010

HIGHLIGHTS

highlights

- Company update
 - The board has taken the appropriate steps to reduce expenditure, in particular the recent reduction of executive staff costs
 - Discussions are continuing with its customers and other industry participants with respect to providing services from its DataCentre to increase revenue
- DataMotion discontinued the remaining defamation actions against Mr George Moore and Mr David Norris on confidential terms
- DataMotion has renegotiated the terms of its license agreement with DataMotion, Inc (USA-based)
- share placement raises \$160,000 (before costs)
- capital raising subject to regulatory and shareholder approval, to issue 1,362,500,000 fully paid ordinary shares and 2,316,250,000 free attaching new options on the basis of seventeen (17) new options for every ten (10) shares subscribed at an issue price of \$0.0008

TECHNOLOGY (matters subsequent to 30 June 2010)

No matters subsequent.

CORPORATE (matters subsequent to 30 June 2010)

Renegotiated agreement with DataMotion, Inc.

The Company is pleased to announce that subsequent to the end of the quarter the Company has renegotiated the terms of its agreement with DataMotion, Inc (formerly CertifiedMail.com, Inc.), on the basis that the Company's licence to offer hosted secure e-mail services and sell secure e-mail software licences for in-house enterprise use in the Far East / Asia Pacific region has been replaced with a non-exclusive licence and as a consequence the Company is no longer bound to make annual minimum payments under the agreement. The term of the new agreement is 5 years with an automatic extension for a further 5 years subject to certain minimum revenue criteria being met in each of years 3 to 5.

Share Placement

The Company has received subscriptions for a placement under Listing Rule 7.1 of 200,000,000 fully paid shares on 30 July 2010. The issue of shares will be completed over the next week under section 708 of the Corporations Act 2001 (Cth) to clients of CPS Securities to raise \$160,000 (before costs) at an issue price of \$0.0008.

Capital Raising

The Company advised that pursuant to a mandate agreement entered with CPS Securities on 30 July 2010, the Company will subject to regulatory and shareholder approval, issue a further 1,362,500,000 fully paid shares and 2,316,250,000 free attaching new options on the basis of seventeen (17) new options for every ten (10) shares subscribed at an issue price of \$0.0008. The options would have an exercise price of \$0.005 (0.5 cent) and expire on 29 March 2013.

EXPENDITURE

The Pro forma Statement of Consolidated Cash Flows is provided in a separate report.

Dated this 30th day of July 2010.

Signed on behalf of the Board of DataMotion Asia Pacific Limited

Michael Robson
Chairman
DATAMOTION ASIA PACIFIC LIMITED
