

16th November 2006

Dear Sir,

RE: UPDATE ON THE PROPOSED JAIZ BANK

We are pleased to acknowledge with thanks your subscription during our Initial Public Offer (IPO) in November 2003 and perhaps your additional investment in our recent N10.5 billion Private Placement for the purpose of setting up Nigeria's first Islamic Banking Institution. We appreciate the confidence you have in Jaiz as well as your commitment to this project.

The Private Placement we embarked upon as part of our re-capitalisation efforts is being delayed due to some outstanding issues with the Securities & Exchange Commission (SEC). However, due to general investor fatigue and lack of sufficient understanding of Islamic Banking the outcome of the Private Placement was below expectation.

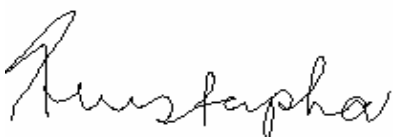
Consequently, we reviewed our capital raising strategy and expanded our quest to include foreign investors. We are glad to report that some foreign institutions have shown strong interest. Currently we are discussing / negotiating with them and are confident we will make good progress within the next three months.

Once we reach an agreement with any of these foreign investors, we will then consider coming back to the market through a Public Offer to raise the balance of the required capital (if necessary). A major foreign investor in Jaiz will enhance the value of the shares of the company and will motivate local investors who are reluctant to invest in new ventures.

We would like to assure you that the money you invested is intact at the CBN. We have been trying to get it out of the CBN and invest in Halal ventures pending when the N25 billion capital is met. The CBN is reluctant to release the money pointing out that what we should be doing is to keep it up to meet the new capital and not to deplete it. However, we are still following up and continuing our discussion with them.

Yours faithfully,

For: Jaiz International Plc



M. Mustapha Bintube
Managing Director/CEO