

Oswald Ortiz,  
Chairman & CEO,  
Qnective AG.,  
Thurgauerstrasse 54,  
CH-8050 Zurich

June 14<sup>th</sup>, 2010

Dear Shareholder,

We have now spent several months exploring various routes to achieving our stated goal of becoming a private Swiss company. Fortunately, we are in the final stages of this restructuring and are working in partnership with the local Swiss authorities to ensure that they approve our proposal as soon as possible.

As and when the timing situation becomes clearer, we will endeavour to keep you informed. Crucially, we can tell you with confidence that, as a current shareholder in Qnective Inc., you will receive one share in Qnective AG for every share that you own in the parent company in a straightforward 'one for one' share exchange.

In addition, in order to maintain the rapid operational development of the company, we have recently (Friday, May 28<sup>th</sup>) secured a further CHF6 million of financing for Qnective AG at a valuation of CHF2 per share. The existing loans to the company, approximately CHF7.5 million, were also converted to equity in Qnective AG at the same price. These transactions have strengthened and simplified the Qnective balance sheet and have provided us with the ideal platform to enact further financing rounds should they be required.

In what is undoubtedly a very volatile macro environment for small companies raising growth capital, we are now very fortunate to find ourselves in a sufficiently stable financial position to move the company on to the next level and closer to the eventual goal of a profitable realization of all our shareholders' investments.

Once more, we would like to thank you for your continued support and patience. If you have any questions or anything is unclear then don't hesitate to contact me directly.

Yours Sincerely

Oswald Ortiz  
Chairman & CEO Qnective Inc.