

Ad Hoc Announcement of 2 March 2006

Zug, Switzerland, 2 March 2006. The capital increases decided by the general assembly of 16 August 2005 were applied for the registration by the board of the Fantastic Corporation at the commercial registry office in Zug within the legal term on 16 November 2005 and were furthermore registered in the commercial diary by the leader of the commercial register on 28 December 2005. On 28 February 2006 the Federal Commercial Registry Office decided to suspensive-conditionally refuse the approval of registration.

The Swiss Federal Court will decide about the definitive registration of the capital increases within next few months. In the meantime the new shares, signed in the signing period from 3 October 2005 to 14 October 2005, can not be delivered by the company and will consequently neither be booked in the respective deposit accounts by the banks. The payments in full will stay on the blocked account until the decision of the Swiss Federal Court. According to non-binding information of the office of the Swiss Federal Court the responsible judges will not have decided about the registration of the capital increases before the lapse of three months (June 2006).

The board and the management of the Fantastic Corporation try for getting the necessary liquidity trough the sale of the patents and other assets.