

GARM NEWS

EDITION 5.4

Q4 2005

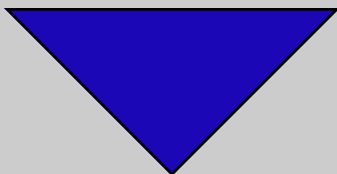
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PUBLISHING INFORMATION

GARM NEWS is published 4 times per year reflecting the public filing schedule of RecycleNet Corporation. If you would like to be added to the regular mailing list for this newsletter, please email your request to:

info@recyclenet.com



RECYCLENET GOES TO CHINA

In September 2005, representatives from RecycleNet Corporation were pleased to participate in an eight-day, three-city Paper Trade Mission to China sponsored by the Institute of Scrap Recycling Industries (ISRI) Paper Stock Institute Chapter (PSI). The delegation consisted of eight PSI members and ISRI president Robin Weiner. The group had the privilege to meet with officials from various organizations such as China Customs, AQSIQ, CIQ, SEPA as well as tour high profile Chinese production facilities and container terminals including a Kimberly-Clark Manufacturing Plant, Nine Dragons Paper Industries Company, Lee & Man Paper Manufacturing Ltd. as well as Yantian International Container Terminals and Shanghai International Port (Group) Co., Ltd.

As well as participating in several ISRI hosted receptions, RecycleNet Corporation hosted a series of three informal receptions in three cities; Beijing, Shanghai and Guangzhou. This provided an opportunity for us to meet face to face with many of our long standing Chinese clients and to find out first hand about the challenges that face Chinese importers of scrap material from North America and around the world.

In the photo (right), members of the ISRI delegation stand outside of the Kimberly-Clark Manufacturing Plant in Shanghai, along with the gracious hosts from Kimberly-Clark.



Kimberly-Clark has four mills in China:

Shanghai, Beijing, Nanjing, and Guangzhou. This plant employees 441 employees (187 permanent and 220 contractors). This plant operate 4 crews, 2 shifts working 24 hours per day/7 days per week.

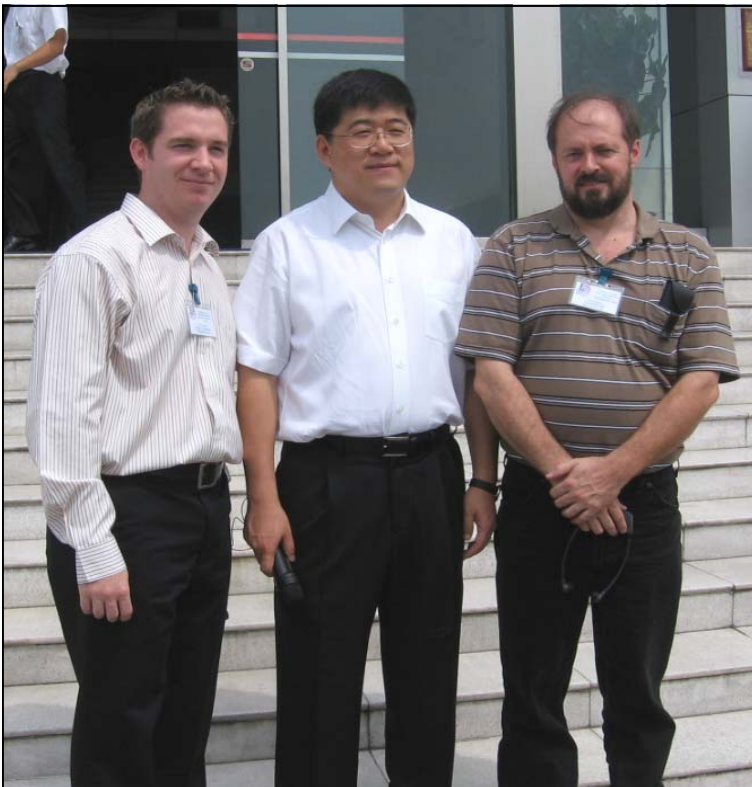
RecycleNet Trades OTCBB: GARM

ISRI PAPER TRADE MISSION TO CHINA - SEPT. 2005



(Photos Left) There is no shortage of recycling activity happening in China. A half day driver and car rental uncovered the inner workings of a complex and highly organized system of waste management in Beijing. The photos above illustrate some of the tools of the industry as they exist at a recycling centre in the west part of Beijing.

(Photo Right) The ISRI group had the opportunity to meet with officials and observe first hand the operations, both from the control tower and from ground level at the Yantian Port Facilities in Shenzhen, Guangzhou. The Yantian Port is the fourth busiest port in the world. According to data received from Yantian International Container Terminals (YICT), Yantian is a thriving metropolis. At its core, YICT ranks among the world's top container ports. In May, 2002 YICT handled its 10-millionth container load of goods.



NINE DRAGONS PAPER INDUSTRIES

(Photo Left) On the steps of the main office building at the Nine Dragons DongGuan Mill, located just outside of Guangzhou, China, General Manager Ming Chung Liu stands with Terry Millie and Paul Roszel of RecycleNet Corporation.

Mr. Liu was kind enough to be not only our host, but also to offer our group a personal tour of his facility. They currently purchase their fiber from Europe, Japan, Australia and the US.

The Nine Dragons Mill employs 6,000 employees at this location and houses about 5,000 of them onsite. They provide 3 meals a day for their workers and 12 shuttle buses per day for them to get back and forth to work. Mr. Liu told us that the average receiving/processing worker receives about \$200 USD/month and that they operate 24/7, 365 days per year.

The current mill capacity is 1.8 million metric tons per year. They currently have 8 machines operating and have 2 more new machines scheduled to start running by the end of 2005. The mill maintains about a 60 day inventory of recovered paper to feed its lines.

If it's scrap or used, it's ...

www.recycle.net

RecycleNet Announces Scrap China Spin-off

Salt Lake City, Utah November 30, 2005: RecycleNet Corporation (OTC Bulletin Board: GARM) announced today the spin-off of Scrap China Corporation. All common shareholders of record as of the close of business on January 20, 2006 shall receive 1 share of Scrap China Corporation for each 10 Shares of RecycleNet Corporation.

Scrap China Corporation was formed as a wholly owned subsidiary of RecycleNet Corporation to encourage the growth in trade of secondary commodities between North America and China. Participation in ISRI's (Institute of Scrap Recycling Industries) Paper Stock Institute's trade mission to China in September 2005 revealed secondary commodities to be the largest export from the United States to China. In 2004 industry wide over \$3.2 billion USD in secondary commodities were exported to China. With the industry expected to double in size over the next 5 years, Scrap China Corporation has the opportunity to capitalize on the expanding industry.

Scrap China Corporation is a reporting company under the Securities and Exchange Act of 1934 and its reports are available on the Securities and Exchange Commission's web site at www.sec.gov. It is the intent of Scrap China Corporation to become a fully independent and publicly traded company.



RecycleNet Announces: Municipal Recycling Market Co-op Service

Paul Roszel, Chairman and CEO of RecycleNet Corporation announced a new service being offered by RecycleNet in his presentation at the Georgia Recycling Coalition's annual conference. The Municipal Recycling Market Co-op Service (<http://www.scrapwaste.com>) will provide access for recycling coordinators to find new markets for their materials.

RecycleNet has recognized the growing demand for recycling coordinators to find new and more profitable markets for their materials. The Municipal Recycling Market Co-op Service will allow recycling coordinators throughout North America to divert more waste from landfill while generating new revenue through the power of the Recycler's Exchange.

(<http://www.recycle.net/exchange>)

Recycling Industry: China's #1 Import

As a part of our re-education about the Chinese hunger for North American scrap, our friends at the American Embassy in Beijing provided us with the information listed below. To our surprise, if you add the numbers from Non-Ferrous Scrap, Ferrous Scrap, Pulp and Waste Paper and Plastics you get a total import dollar value of USD \$3.2 billion! As a group recycled commodities are the number one import from the US to China.

This industry fact is sorely unrepresented and the Chinese Recycling Industry does not have a unified voice to bring their concerns to the trade table.

China's Top Imports from USA in 2004

Category	
Electronic components	2.9 Billion USD
Soybeans	2.3 Billion USD
Aircraft and parts	1.9 Billion USD
Cotton	1.4 Billion USD
Measuring/Analytical Instruments	1.3 Billion USD
Specialized Equipment	1.0 Billion USD
Non-Ferrous Scrap	0.9 Billion USD**
Ferrous Scrap	0.9 Billion USD**
Telecommunications Equipment	0.9 Billion USD
Computer equipment	0.7 Billion USD
Pulp and Waste Paper	0.7 Billion USD**
Electrical Machinery	0.6 Billion USD
Pumps, Filters (Industrial)	0.5 Billion USD
Plastics	0.5 Billion USD**
Heating/Cooling Equipment	0.5 Billion USD
Wheat	0.5 Billion USD

**Total of scrap commodities = \$3.2 Billion USD

**Source: US Embassy - Commercial Services in Beijing

Stock Symbol :
OTC-BB : GARM
52 week range
0.02 - 0.075

Shares Outstanding
20,211,483 - Float
76,471,791 - Common

137,647,472 - on a
Fully Diluted Basis

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Business Description

RecycleNet Corporation operates a trading exchange for recyclable commodities. The Recycler's Exchange lists materials that include metals, paper, plastics and covers the entire spectrum of waste and scrap materials, as well as used items.

We are not dealers, brokers or processors of scrap materials, we are the exchange system for traders or anyone who wishes to buy/sell/trade waste materials.

Market

RecycleNet believes the marketplace for scrap materials and used items exceeds \$ 300 billion USD/year in North America. Any purchasing agent at any factory that produces scrap, waste or by-product is a potential user of our services.

RecycleNet is focused on developing a formal marketplace, concentrating on a portion of the scrap market that it can charge transaction fees of up to 10 % of the value of the goods traded on the exchange. Currently, there is not a formal exchange for scrap materials.

Current Situation

To date, RecycleNet has focused its efforts on building its core user base, and as a result has developed over 2.5 million unique users a month from approximately 150 countries worldwide.

On November 30, 2005 RecycleNet announced the spin off of Scrap China Corporation, a wholly owned subsidiary of RecycleNet Corporation.

The Company has been self financed, has cash in the bank and has no debt . The immediate challenge facing the company is to ramp up our business rapidly enough to secure our dominant position.

Goals / Major Milestones

- Ramp up the top line revenues to \$ +40 million USD/year and achieve earnings of \$ +10 million USD within 36 months of the private placement of \$ 12.3 million USD.
- Position the company for a NASDAQ listing & public offering in the \$ 100 million range.
- Ramp revenues to \$ +2 billion & earnings in the \$ 200 million range in 36-48 months of the public offering.



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