



NOTICE TO SHAREHOLDERS OF RECYCLENET CORPORATION

January 16, 2006

On November 24, 2005, the Board of Directors of RecycleNet Corporation declared a pro-rata spin-off of all shares of Scrap China Corporation owned by RecycleNet.

The dividend shall be on a pro-rata basis only to all its common shareholders of record as at the close of business on January 20, 2006.

The Company's common shareholders of record as at the close of business on January 20, 2006 shall receive 1 share of Scrap China for each 10 shares of RecycleNet held as of that date.

Fractional shares if any, based upon the foregoing ratio shall be rounded up to a whole share for fractions in excess of 50% and shall be rounded down for fractions of 50% or less.

The fair market value of the shares of Scrap China Corporation is \$0.001 USD/share.

The Company believes that the dividend is deemed as a taxable event and shareholders are advised that they should consult their personal financial advisor.

Upon completion of the transaction, the newly issued share certificates of Scrap China Corporation will be forwarded to the shareholders of record.

Paul Roszel
RecycleNet Corporation
Chairman & CEO