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18 December 2006

The Company Announcements Platform
Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

XDK/SZT COOPERATIVE JOINT VENTURE UPDATE

The Directors of Digital and Voice Media Limited (DVM) are pleased to advise shareholders the Company has received the 2 year business plan for the Co-operative Joint Venture (CJV) with Shenzhen Zhongyou Tongda Petroleum Co. Ltd (SZT) from XDK South China Petroleum Limited (XDK).

On 6 December 2006, the Chinese Government announced that it will open their domestic wholesale petroleum market to foreign investors from next year.

In order to capitalise on the deregulation of the world's fastest growing petroleum market, DVM has made an investment in XDK which holds a CJV with SZT.

DVM has a 17.5% stake in XDK which is entitled to 90% of the CJV profits. The CJV specialises in servicing the Guangdong Huanan region, the largest petroleum market in China.

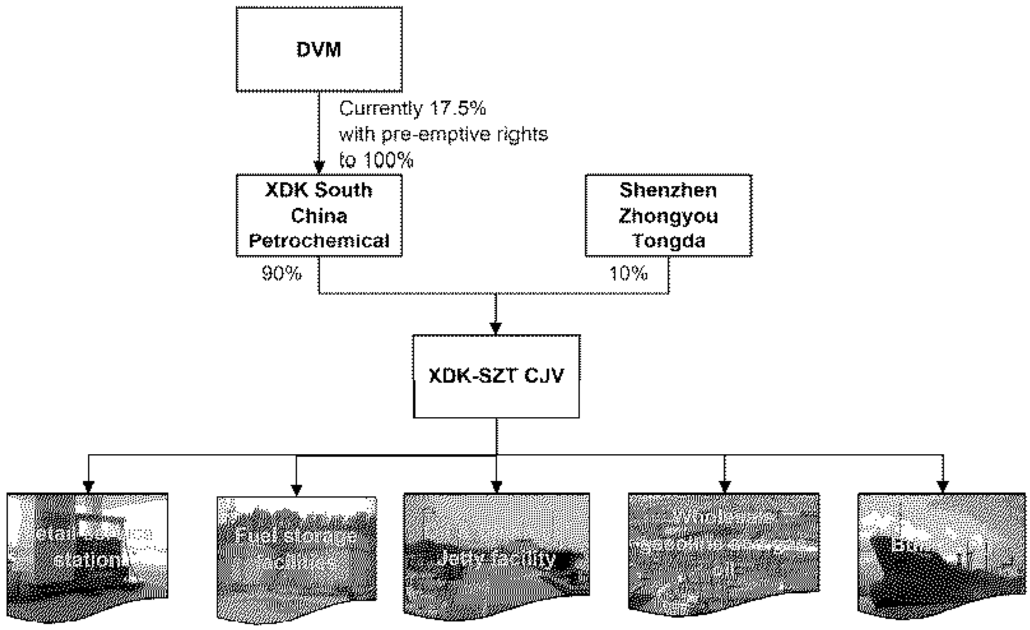
The 2 year business plan for the CJV focuses on organic growth and anticipates to generate significant new revenue and profits. On the basis of historical business and letters of intents entered into, it is forecasted to:

- Supply 300,000 tonnes of crude oil to designated refineries at a fixed agreed margin per tonne.
- Supply 600,000 tonnes of fuel oil to Shenzen Nashan Power Station at a fixed agreed margin per tonne.
- Sell 500,000 tonnes of bunker fuel under a joint-venture with Chimbusco to service the East-West Shenzen harbour, the 4th largest container port in the world.

In addition, the CJV intends to expand its existing service station network by adding an initial 30 service stations, and introducing convenience stores into all its service stations. This will add 375,000 tonnes of gasoline and gas oil sales to the network. The introduction of convenience stores should also generate an entirely new income stream for the company.

In the near future, DVM intends to assist the CJV in raising further funds to implement the following growth strategies:

- Expand bunkering operations by investing in oil barges with a total capacity of 20,000 deadweight tonnes.
- Build a 200,000m^3 oil depot in Shenzen Dachan Bay to serve as the distribution centre for SZT's oil trading business.



About XDK

XDK is a company incorporated in Hong Kong. It has entered into a cooperative joint venture contract with Shenzhen Zhongyou Tongda Petroleum Co. Ltd (a Chinese company) (SZT) pursuant to which:

XDK has agreed to fully contribute the required funding for the joint venture's projects to include expansion of the retail service station network, wholesale of fuel oil to power stations, gasoline and gas oil to service stations, and industrial customers, oil storage facilities and bunker fuel serving the world's fourth largest container port (Shenzhen, PRC); SZT has agreed to provide the joint venture with a sales channel for petroleum products, a relevant retail service station network and technical personnel; and the parties have agreed that the profit distribution and losses shared by both parties shall be 90% to XDK and 10% to SZT.

The current shareholders of XDK are the current management of SZT and are Chinese nationals with local knowledge and connections in the industry and government.

About SZT

SZT is a downstream petroleum company operating in the China petroleum system and is the only "non-state" owned enterprise to have been granted the crude oil and finished product import license in the Shenzhen Huanan region. SZT's current operations include retail service stations, wholesale gasoline and gas oil to industrial users, and its own 25,000m3 of storage facilities. SZT's expansion plans include supplying fuel oil to power stations, bunker fuel in the Shenzhen East-West harbour, new retail service stations and new oil product and chemical jetty and tank yard.

SZT was formed in 1999 and is a profitable operation under the "closed" China petroleum system. With China's entry into WTO, SZT is preparing itself for foreign competition through its expansion plans. SZT plans to go to the international capital markets to fuel its expansion. The current board and management team of SZT comprised of staff seconded from Petrochina and Tongda Chemical.

Chimbusco

Chimbusco is a joint-venture between two state-owned enterprises, Petrochina (50%) and COSCO (50%), engaged in supplying bunker oils, marine lubricants and fresh water to foreign trading vessels and coastal vessels.

About the China Petroleum Market

With oil consumption growing at 7.5% per year since the 1990's China's crude oil import estimates of 150 million tonnes for 2006 is second only to USA in terms of import and consumption. Demand for petroleum products is underpinned by China's GDP growth of project 8-10% per annum for the next 3 – 5 years and new car growth is projected at 10 – 15% per annum. The total value of the oil market in China is estimated to be US$200 billion.

Yours faithfully

SIMON HEADON
Company Secretary