



August 22, 2006

Dear Shareholder:

I am pleased to advise the completion of the transaction between Tangarine Concepts Corporation and Chrysalis Capital II Corp. on August 1<sup>st</sup>, 2006. Chrysalis Capital II Corp.'s name has been changed to Tangarine Payment Solutions Corp. ("Tangarine") and it is listed on TSX Venture Exchange under the call symbol "TAN". Tangarine Concepts Corporation is a wholly owned subsidiary of Tangarine Payment Solutions Corp.

Our management is committed to keeping the investment community and the shareholders of Tangarine informed about the development of its business. We will be embarking on investor relations program shortly to inform the brokerage community across Canada about our growth, the introduction of new programs and other corporate development. As an early part of the communication, you will have noted the two press announcements released in late August described the introduction of GPRS for our wireless terminals and the signing of a contract to sell 275 wireless POS terminals to Halifax based Casino Taxi.

Many of the shareholders have asked questions related to the trading of shares and related pricing. To answer questions from individual shareholders may be prejudicial to other shareholders by inadvertently releasing information before its proper time. As a public corporation, we are bound by certain disclosure requirements concerning the nature and timely release of information to the investment community about the status and development of the company. Accordingly, I encourage each shareholder to submit any questions they may have in writing to Tangarine, which will be answered in a timely manner for the benefit of all of the shareholders. I suggest that you contact your investment advisor concerning questions related to the stock exchange, pricing and any other investment manners.

On a personal note, I am delighted to welcome you as a common shareholder of Tangarine Payments Solutions Corp. The process has taken nearly two years and it is our plan to get back to running the business without the significant impact of legal and accounting advisors. We are committed to the continued development of Tangarine and look forward to communicating to you in the future.

Yours truly,

Keith Turner  
President & CEO

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