

REDFLEX
HOLDINGS

Redflex Holdings Limited

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Release to Australian Stock Exchange

Presentation Investor Briefing – Redflex Traffic Systems Inc

17 January 2006: The Directors are pleased to lodge the attached presentation on Redflex Traffic Systems Inc and key executives Ms Karen Finley and Mr Aaron Rosenberg.

For further information:

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2006



INVESTOR BRIEFING

JANUARY 2006

Introduction



- Chris Cooper
Chairman
Redflex Holdings Limited



- Graham Davie
CEO
Redflex Holdings Limited



- Karen Finley
President & CEO
Redflex Traffic Systems Inc.



- Aaron M. Rosenberg
Vice President of Sales & Marketing
Redflex Traffic Systems Inc.



KAREN FINLEY

PRESIDENT & CEO

Introductions

- Industry Experience since 1998
- Involved in successful negotiation and execution of all existing Redflex contracts both new and renewal
- Board Member of the National Campaign to Stop Red Light Running
- Member of the AZ Governors Intersection Safety Committee in 2000
- Involved with local AZ cities to defeat anti-photo enforcement legislation in the 2005 Legislative session



Highlights

- Introduction of digital technologies to US market
- Continued industry dominance through successful implementation of ~540 systems
- Contract growth from 3 contracts in 1998 to 79 through 2005
- Continued revenue growth and improved cash flow
- Regional Operational growth from one office to offices in CA, CO, NC, IL and OH
- Organization grown from 30 to over 165 US-based employees

Team Strength



UNITED STATES OPERATIONS

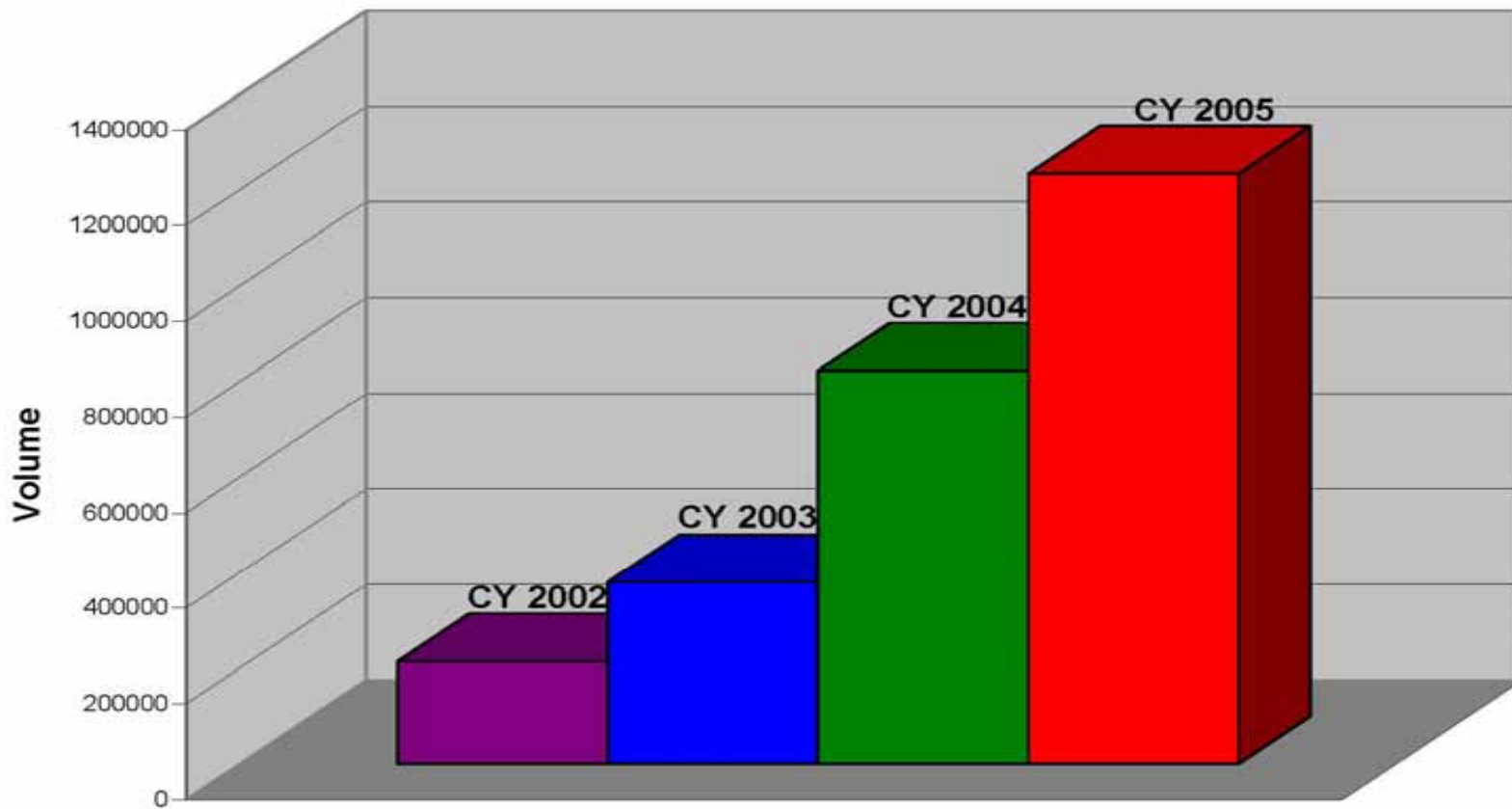


Operational Milestones

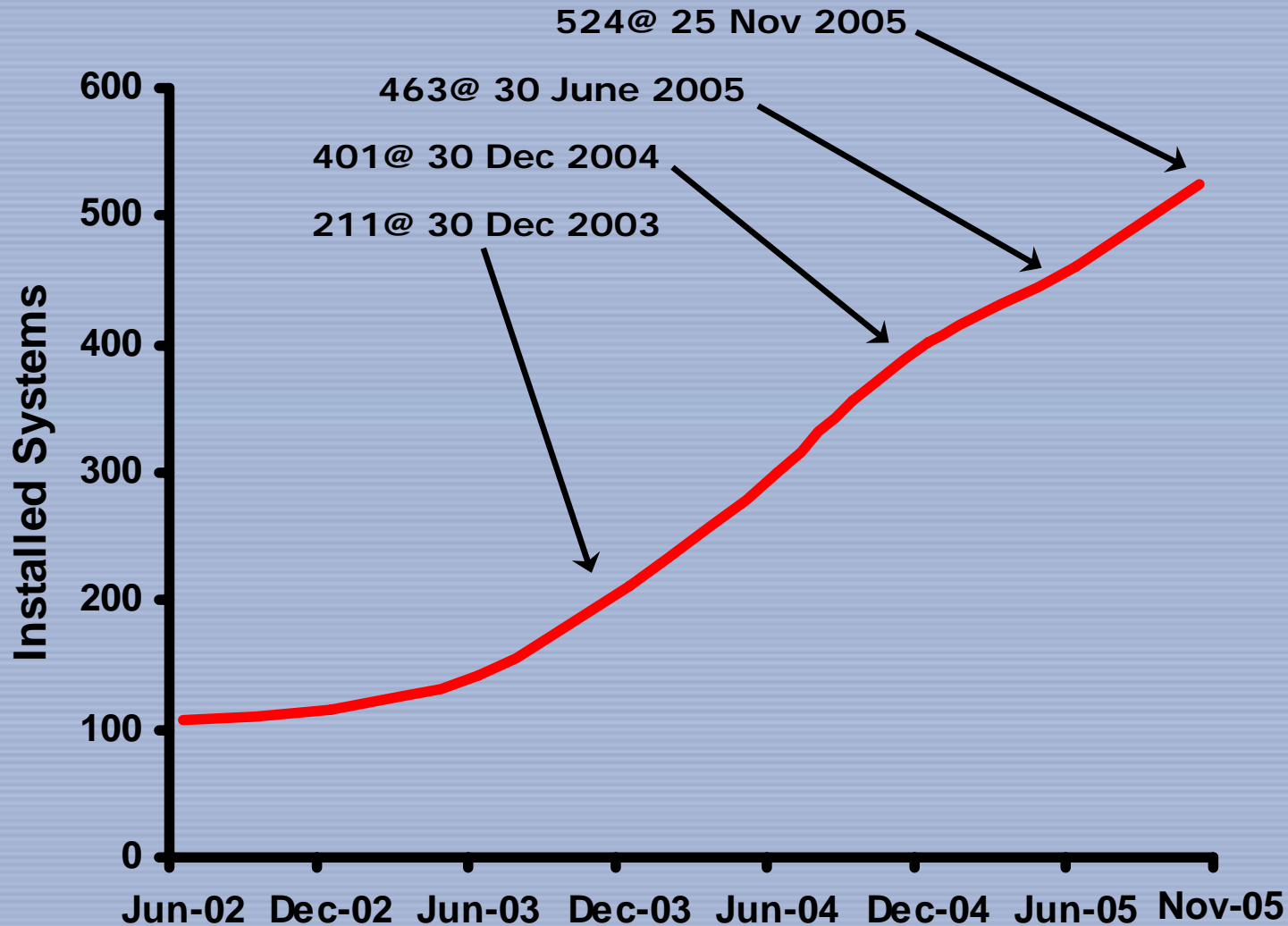
- First mid-block fixed speed site in Scottsdale, Arizona which is the system being installed on the 101 freeway in Scottsdale
- Regional Office expansion beyond Arizona with customer offices in Fort Collins, Colorado, North Carolina, Richardson, Texas and Chicago, IL
- Implementation of a secondary site for redundancy and disaster recovery

Event Processing

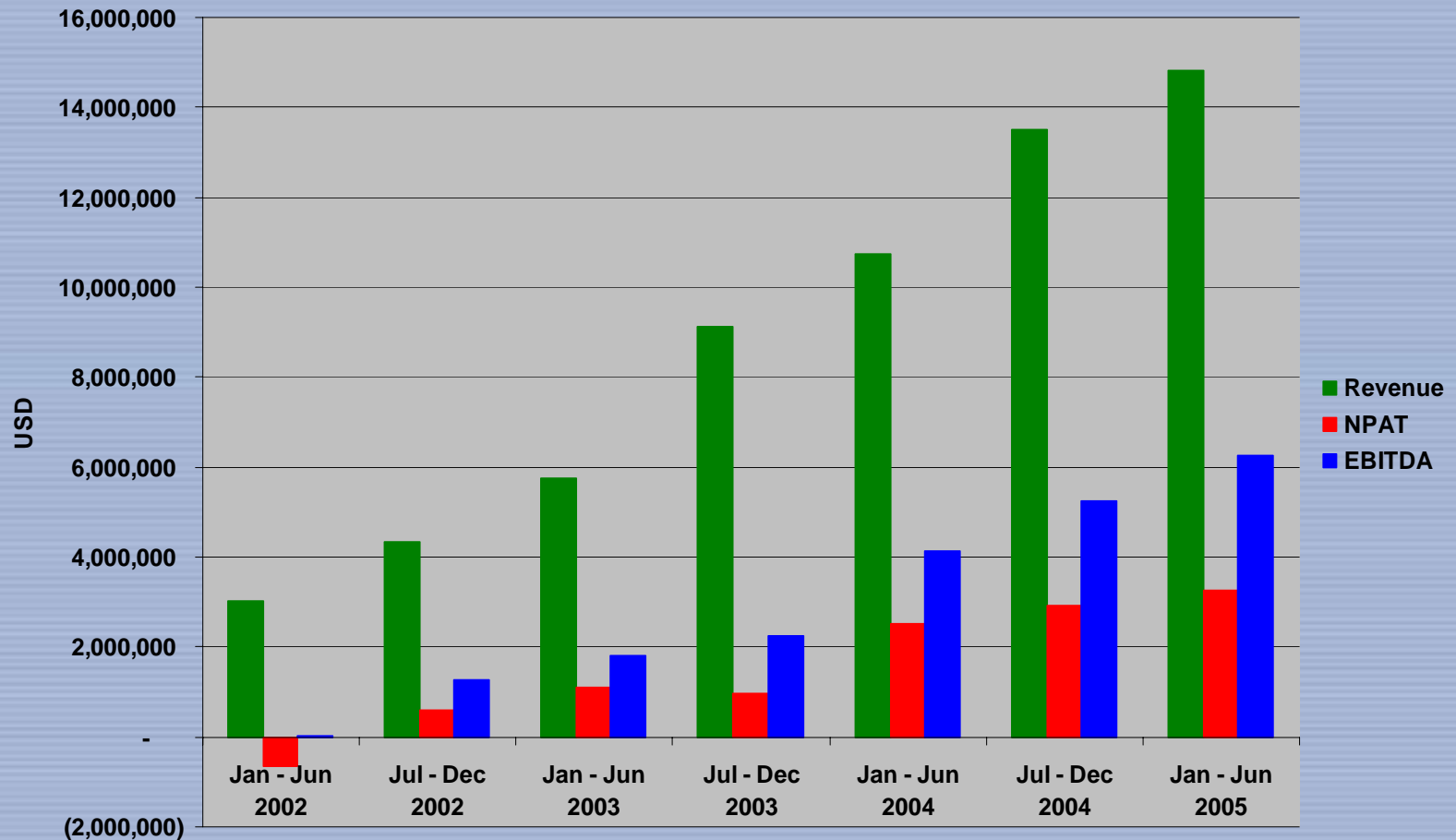
Processing Activity 2002-2005



Installation Growth



Reported P&L (includes RTS AU)



Strategic Priorities CY 2006

- Sales
 - Regional Expansion
 - Channel Development
 - New Market Development
- Customer Support
 - Implementation of a full on-line violation viewing and payment website for all contracts
- Processing
 - Implementation of web-based citation processing application for regionalized processing and disaster recovery

Strategic Priorities CY 2006

- Development
 - Competitive advantage and differentiation through formal market driven plan for new product development
- Legislative
 - Growth in Governmental Affairs for key legislative initiatives in new and existing states
- Increase revenues through
 - Expanded focus on fixed speed units into existing red light
 - Mobile speed product growth
 - New state development
- Implement cost cutting measures such as regionalized processing and processing performance scorecard

Short Term Outlook

- Continue rate of new system installation to approximately 200 per year
- Implementation of on-line applications for better customer service and higher payment rates
- Continue contract renewals due in 2006 (target = 100%)

Long Term Outlook

- New product development
- Increased industry dominance through development of new states
- Identify partnership arrangements for vertical integration to expand market share
- Leverage existing customer base for new services delivery
- Growth through M & A where feasible



AARON ROSENBERG

VICE PRESIDENT OF SALES AND MARKETING

Introduction

- Redflex since March 2002
- Personally Negotiated 68 Municipal Contracts
- Developed 10 New States
- Registered Lobbyist
- 10 Years Sales & Sales Management
- 10 Years Software
- Supported (2) Two Successful IPOs (NASDAQ)
- BA, MA, MS, PhD

Sales Highlights - CY 2005

- 25 Contracts
- 5 Speed Programs
- Largest Cities in Three New States
- Program Expansion in Largest US-Based Program (Digital)
- 70% Success Rate
- 6 New States
- Increased Sales Staff
 - Two Regional Directors
 - Two Account Executives
 - 5 Lobbyists/Consultants

Market Drivers

- Municipal Budget Deficits
- Decreased Public Safety Funding
- Increased Traffic Complaints
- Increased Aggressive Driving
- Sustained Population Growth
- Technology Acceptance
- Outsourcing Acceptance

Market Potential - RLC

- Photo enforcement is a high growth business within the USA.
- Less than 1-3% of the market penetrated for red light
- 17 of the 20 largest Cities in the US are in some phase of implementation or operation
- Potential market is ~3,000+ cities for red light and speed programs
- Redflex IP portfolio provides a strong platform to exploit the market.
- Annual Revenue Potential (Conservative)
 - Min. \$1 Billion
 - Max. \$3 Billion

Speed Enforcement up to 5X Revenue Potential

CY 2005 – The Year of Unprecedented Firsts!

1. Plano, Texas: The State's 1st Digital RLC Program
2. Richardson, Texas
3. Frisco, Texas
4. Denton, Texas
5. Bellwood, Illinois: The State's 1st Speed Enforcement Program
6. Los Alamitos, California
7. Laguna Woods, California
8. San Leandro, California
9. Trotwood, Ohio
10. Columbus, Ohio
11. Rocklin, California
12. Yuba City, California
13. Davenport, Iowa: The State's 1st Laser-Based Fixed Speed Enforcement Program.
14. Loma Linda, California
15. Newberg, Oregon
16. Scottsdale, Arizona – Loop 101: The Nation's 1st
17. Griffin, Georgia
18. Knoxville, Tennessee
19. Chicago, Illinois – Expansion: The Largest All- Digital Program in the USA.
20. Albuquerque, New Mexico: The State's 1st Speed and RLC Enforcement Program.
21. Auburn, Washington: The State's 1st All-Digital Speed and RLC
22. Laguna Woods, California
23. Minneapolis, Minnesota: The State's 1st RLC Program.
24. Council Bluff, Iowa
25. Union City, California