

BKN International AG
(“BKN” or “the Company”)

BKN SIGNS EXCLUSIVE GLOBAL ANIMATION LICENSE TO ZORRO

BKN, the Frankfurt and London listed global animation company engaged in the distribution and marketing of animated children’s television program and related consumer products, has signed an exclusive license with Zorro Productions, Inc. (“ZPI”) to produce and distribute globally animated series and films based on the classic property *Zorro*, it was announced today by Allen Bohbot, BKN Group CEO and John Gertz, ZPI President.

BKN will begin production immediately on an all-new, contemporized version of *Zorro* in animation. A departure from the classic *Zorro* set in the 1800’s, BKN’s high quality animated updated version sets *Zorro* in the present, with modern-day themed adventures in a fast paced format.

“While we all love and respect the many incarnations of *Zorro* we have come to know over the years, we think a time update would be an interesting addition to the history of this most famous of legends” explains Rick Ungar, Executive Producer. “And so, our *Zorro* will be a young man entering his first year of University. He’ll fight for the underprivileged and the disadvantaged citizens of a mythical, *modern day* city resembling Los Angeles and he’ll do it on a very cool black motorcycle called the *Tornado-Z*. *Zorro*’s crime fighting tools will include a Z-Pod, a Z-phone, and other surprises befitting of a modern day hero. Expect interesting new renditions of established *Zorro* characters along with some new additions, including a fellow female freshman who also rides the night in a black cape. It’s new, exciting, and, above all it’s **El Zorro – the Fox!**”

The series will be ready for worldwide broadcast in September 2007 with BKN handling all TV and DVD distribution as well as merchandising and licensing all of the elements in the project. BKN has begun discussions with the global broadcast, DVD and licensing industry partners and anticipates that the company will begin signing meaningful contracts shortly.

(more)

BKN/Zorro

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"We have chosen BKN for their proven ability and experience in producing high quality animation and for their extensive distribution network globally. Zorro is a classic character that deserves that type of commitment and we believe that this new version, which will reach kids in an exciting way, will be very successful", stated Gertz.

"This is an unbelievable opportunity and we are honored to have been chosen by ZPI", said Bohbot. "Subject to our contractual performance, we have secured perpetual rights to all episodes and films that we produce as well as a 15-year exclusive license to licensing and merchandising and making more episodes and films. Accordingly, as our production slate is quite full, we will move the Kong-The Next Generation project to 2007 from 2006 which assures strong visibility for the business for nearly 24 months."

The Company is planning on producing a minimum of 26 episodes for broadcast in September 2007 but if the market response continues to be positive, this commitment may be increased to 39 episodes.

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Notes to editors:

About BKN:

BKN International AG is a global animation company engaged in the distribution and marketing of animated children's television programmes and the marketing of related consumer products (licensing and merchandising) in all forms. BKN has worked on numerous successful animation projects.

The Company is currently listed on the Deutsche Bourse and AIM and it operates all over the world. BKN has successfully negotiated distribution deals in over 80 countries and territories in the children's programming market.

The Company's Film Library includes:

- Legend of the Dragon
- UBOS
- Kong - The Animated Series
- Kong - King of Atlantis
- Kong II - Return to the Jungle
- Dork Hunters from Outer Space
- Roswell Conspiracies
- Shanghai Tiger
- Adventures of Sonic the Hedgehog
- Pocket Dragon Adventures
- Highlander - The Animated Series