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TWISTER NETWORKS, INC.

**REVISED INFORMATION STATEMENT
As of January 31, 2005**

The information contained in this Issuer Information Statement has been compiled to fulfill the disclosure requirements of Rule 15c2-11 promulgated by the Securities and Exchange Commission under the Securities Act of 1934, as amended. The enumerated items and captions correspond to the format set forth in the Rule. The effective date of this information statement is January 31, 2005 and no inference can or may be drawn that the information contained herein is current as of any subsequent date. The financial statements herein contained are presumed to be "current" for a period of six months after their date, barring extraordinary circumstances. No inference can be drawn that the financial condition of the Issuer has not changed since the effective date of any financial statement contained herein.

Item I:

The exact name of the issuer and its predecessor (if any).

Twister Networks, Inc., a Nevada corporation was originally chartered on October 24, 1984 under the name Partners America, Inc.. This name was changed in 1986 to Primary Metals, Inc. and then in 1993 to Allied Biotechnology, Inc. In 1997 the name was changed to Vialux, Inc.. On March 26, 1998 the name was changed to Dragon Energy Group, Ltd. On February 19, 2004 the name was changed to Seven Angel Ventures, Inc. and then became Twister Networks, Inc. on March 18, 2004.

Item II:

The address of its principal executive offices.

The principal office of the Company is located in Irvine, California at 19200 Von Karman Suite 600 Irvine, CA 92612.

The telephone number is (949) 679-6221

The facsimile number is (949) 679-6222

The company website is www.twisternetworks.com

Investor relations@twisternetworks.com

Item III:

The state and date of incorporation, if it is a corporation.

The original date of incorporation is October 24, 1984.

The corporation was chartered in the State of Nevada and has filed a foreign corporation statement with the Secretary of State of California.

Item IV:

The exact title and class of the each class of securities outstanding.

The corporation has authorized two classes of securities.

The corporation has common and preferred Series A non convertible voting

The cusip number is 901844 10 0

The trading symbol is TWTN.PK

Item V:**The par or stated value of the security.**

The par value of the common stock is \$0.001 per share

The par value of the preferred stock is \$0.001 per share

Item VI:**The number of shares or total amount of the securities outstanding and a list of securities offerings in the past two years.****Common Stock**

- (i) The corporation has a total of 55,380,942 issued and outstanding, common shares.
- (ii) The corporation has a total of 23,876,877 freely tradeable (public float).
- (iii) The corporation has a total of 439 shareholders.

Preferred Stock

- (i) The corporation has a total of 500,000 shares authorized
- (ii) The corporation has a total of 500,000 shares issued – none freely tradeable
- (iii) The corporation has a total of one (1) shareholder

Item VII:**The name and address of the transfer agent.**

The transfer agent is

Holladay Stock Transfer Company

2939 North 6th Place

Scottsdale, AZ 85251

Phone: (480) 481- 3940

Fax: (480) 481-3941

Item VIII:**The nature of the issuer's business.**

Prior to March of 2004 the Company did not have an active operation with sales although the Company had been maintained in good standing by the Chairman and principal stockholder, Bruce Thomsen. In 1998 the Company was reorganized and worked toward the acquisition of a power plant in Wuan, Heibei Province, People's Republic of China. The financing for this acquisition did not materialize and the Company then sought other active companies to acquire for the benefit of its shareholders.

In late 2003 the Company began discussions with executives who were involved in a Voice Over Internet technology and the the Company began a marketing operation which over the next several months was granted a license by the Government of Vietnam to sell its equipment into Vietnam. The business of the Company is specifically oriented to the Voice Over Internet technology (VoIP) and purchases all of its equipment from two US based companies Data Logic and IPN Communications. The equipment is manufactured in the People's Republic of China. In December 2004 the Company incorporated a subsidiary in the State of California known as Twister Network Communications, Inc. which will continue as the selling organization. The Business Plan of the Company is attached as Exhibit "A" to this filing.

- (1) Twister Networks, Inc. is a corporation
- (2) The corporation was organized in 1984
- (3) The fiscal year of the Company is September 30th.
- (4) The Company has never filed for bankruptcy or reorganization and is not under any present need to consider such a plan.
- (5) There has been no sale of assets or reclassification thereof.
- (6) There has been no default on loans or other indebtedness
- (7) There has been no change of control since 1998 at which time, Bruce Thomsen acquired the controlling interest in the Corporation.
- (8) The corporation increased its authorized shares from 25,000,000 to 450,000,000 through a filing with the Secretary of State of Nevada in February 2004.
- (9) The corporation was acquired in 1998 through a reorganization which culminated with reverse split of the issued and outstanding shares on the basis of one new share for each fifteen old shares. The Corporation shareholders approved a further reverse split on the basis of one new share for each two old shares in September 2000. The Corporation shareholders have approved a future reverse of the current shares to reduce the issued and outstanding on the basis of one new share for each forty old shares. No date has been set for this to take place.
- (10) The corporation had been a reporting company under the Securities Act of 1934 until December 1996 when it did not file a timely report. No further reports were filed and the corporation applied in 2004 to the Securities and Exchange Commission under Form 15 to no longer be required to file any reports. The SEC did not comment on the filing and the Company has operated since that time as a non-reporting Company. The Company has never been delisted from either NASDAQ or the Pink Sheets on which it presently is trading.
- (11) The corporation is not aware of any governmental actions or litigations that would cause any problems to the company.

B.

- (1) The business of the Company is the sale and marketing of equipment for home and office use in the Voice Over Internet technology (VoIP). The equipment is sold in the United States and in Vietnam. The corporation does not have any SIC code.
- (2) The corporation is currently conducting operations.
- (3) The corporation has an operating subsidiary, a California corporation by the name of Twister Network Communications, Inc. is responsible for all sales and operations. The financials as provided with this filing include the subsidiary.
- (4) Unknown at this time.
- (5) The corporation has not expended any funds in research and development over the last two years.
- (6) The corporation has not had any costs in environmental control.

- (7) The corporation has two employees, one of whom is considered a contract employee. The contract employee had been paid through the end of December 2004 and is presently serving without compensation. The full time employee serves on the Board and as Secretary without compensation and has not drawn any salary for the past three months. At such time as revenue in the corporation will provide each of the above will be compensated for their services as determined by the Board of Directors.

C. Investment Policies

1. The corporation has no investment policy and has not invested any funds in the stock market or any real estate. The Corporation has no plans to invest in the foreseeable future.
2. Not applicable
3. Not applicable

Item IX:

The nature of products or services offered.

1. The principal products of the corporation are telephones designed for desk use at home or in an office as well as a portable phone for travel purposes which can be linked to a computer for voice over internet conversation (VoIP). The use of these phones generally requires a broadband connection which, in the United States is a rapidly growing market. The broadband market in other countries is developing but at a much slower pace with the exception of the People's Republic of China where VoIP is a significant amount of the telephone business being conducted.
2. The corporation has actively pursued this market within the Vietnamese community in the United States taking this market as a 'niche' market into which it could carve a significant number of sales. (There are over 1 million Vietnamese living in Southern California with large concentrations in other metropolitan markets). The corporation has also explored the sale of equipment into Mexico and the People's Republic of China as well as the the Vietnamese community of Vancouver, in British Columbia.
3. A copy of press announcements sent through PR Newswire is attached as "EXHIBIT "B")
4. The issuer is involved in a very competitive industry and is not a leader in any market.
5. The issuer acquires its product from two United States based companies. One is Data Logic located in Irvine, California and the other is IPN Communications also located in Irvine, California. The equipment is manufactured to specifications of the issuer in the People's Republic of China.
6. The Company has been dependent upon the approval of the government of Vietnam to allow the sale of the equipment and the delivery of the equipment into Vietnam. The Company has received this approval and is the only licensed supplier although there are many other suppliers currently operating without license in Vietnam.

7. The company does not have any patents, nor is it the participant in any labor contracts.
8. The Company will continue to be dependent upon the approval of the government of Vietnam for a significant amount of its future sales.

Item X:

The nature and extent of the issuer's facilities.

The Company presently leases on a month-to-month basis one large office of approximately 250 square feet at an executive center located at 19200 Von Karman in Irvine, California. The office is in a modern building. The Company has access to a T-1 line for high speed communications and the presentation of its product to prospective customers.

Item XI:

The name of the chief executive officer, members of the board of directors, as well as counsel, accountant and public relations consultant.

Twister Networks, Inc.

The Chairman of the Board and CEO is Bruce E. Thomsen

The Secretary and a member of the Board is James Baiseri

Twister Network Communications, Inc.

The President and sole member of the Board is Steven Dao

The CVs of the Board members are attached as Exhibit "C".

The Counsel for the Corporation is Michael Spadaccini, Esq. whose address is 12531 El Camino Real Suite "A" San Diego, CA 92130

a. Executive Officers;

Bruce E. Thomsen currently owns a total of 24,041,688 shares of the common stock and all of the issued shares of the Preferred Stock (500,000 shares with a voting right of 5,000,000 shares of common stock).

Steven Dao currently owns a total of 2,000,000 shares of the common stock

James Baiseri currently owns a total of 500,000 shares of the common stock

b. Directors;

Bruce E. Thomsen

James Baiseri

c. General Partners;

Not applicable

d. Promoters;

Not applicable

e. Control Persons;

Bruce E. Thomsen

f. Counsel;

Michael Spadaccini, Esq.

12531 El Camino Real #A

San Diego, CA 92130

Accountant or Auditor;

Simon Yuan, CPA

17870 Castleton Street Suite 308 City of Industry, CA 91748

h. Public Relations Consultant (s).

None

There were no other parties who assisted in the preparation of this filing

2.

None of the officers or directors have been the subject of a conviction in a criminal proceeding, or named as a defendant in a criminal proceeding. Nor were they enjoined, barred, suspended or otherwise limited in any type of business, securities, commodities, or banking activities.

3.

None of the officers or directors have been a party to any finding or judgment by a court of competent jurisdiction in a civil action, the SEC, the CFTC or a state regulator of a violation of a federal or state securities or commodities law, which finding has not been reversed, suspended or vacated.

4.

Not applicable.

To the extent not otherwise disclosed in response to the foregoing, provide a list of the name, address and shareholdings all persons holding more than five percent (5%) of any class of the issuer's equity securities.

None

To the extent not otherwise disclosed, if any of the above shareholders are corporate shareholders, provide the disclosure requested in this item as to person(s) owning or controlling such corporate shareholders and the resident agents of the corporate shareholders.

Not Applicable

To the extent not otherwise disclosed, describe any relationships existing among and between the issuer's officers, directors and shareholders.

None exists

To the extent not otherwise disclosed, describe all relationships and affiliations among and between the shareholders and the issuer, its predecessors, its present and prior officers and directors, and other shareholders.

No affiliations exist or have existed.

Item XII:

The issuer's most recent balance sheet and profit and loss and retained earnings statements.

The Corporation financial statements are included herewith as Exhibit "D".

Item XIII:

Similar financial information for such part of the 2 preceding fiscal years as the issuer or its predecessor has been in existence.

The Corporation's financial statements for the 2 preceding years are included as Exhibit "E"

Please refer to the instructions to item (xii) above in responding to this requirement.

Item XIV:

Whether any quotation is being submitted or published directly or indirectly on behalf of the issuer, or any director, officer or any person, directly or indirectly the beneficial owner of more than 10 percent of the outstanding units or shares of any equity security of the issuer, or at the request of any promoter for the issuer, and, if so, the name of such person, and the basis for any exemption under the federal securities laws for any sales of such securities on behalf of such person.

No quotation is being submitted or published directly or indirectly on behalf of the issuer, or any director, officer or any person directly or indirectly the beneficial owner of more than 10 percent of the outstanding shares of the issuer, or at the request of any promoter for the issuer.

Item XV:

Other Information.

The following documents are filed as part of this report.

The name of the issuer's officer attesting to the accuracy of the information contained herein is

Bruce E. Thomsen, Chairman of the Board and CEO. Telephone: (949) 679-6221.

The undersigned hereby states that he has read the information set forth hereinabove and attests that, to the best of his current knowledge and belief, such information is true and correct.

TWISTER NETWORKS, INC.

Bruce E. Thomsen
Chairman of the Board & CEO

Dated: January 31, 2005

Exhibit “A”

TWISTER



NETWORKS

Twister Networks, Inc.

19200 Von Karman Ave. Suite 600
Irvine, CA 92612

USA

Ph. (866) 780-0224

At the voice prompt say
"Corporate Offices"

General Inquiries: info@twisternetworks.com

Sales: sales@twisternetworks.com

Customer Service: custsvc@twisternetworks.com

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1. Executive Summary

1.1 Objective

Twister Networks' objectives for the next three years of operation does include

- To refine and leverage an internet platform that delivers the best voice communications that will differentiate Twister Networks from other VoIP providers.
- Educating the community on what the VoIP has to offer.
- Affordable access to the resources of VoIP and other VoIP services.

1.2 Mission

- Twister's mission is to provide an infrastructure and economical medium for everyone to "*Be in Touch*" anywhere in the world with either no cost or low cost.

1.3 Keys to success

The key to the success for Twister Networks are:

- Provides low-cost, high quality phone calls using innovative Voice over IP calling devices.
- Enhance hardware and software that provides the best calling solution and enhance Internet communication services for the consumer and business markets.
- Constantly in search for low termination fee from carrier so that customer can enjoy the saving from low-cost PSTN.

1.4 Risks

The risks involved with Twister Networks are:

- Will there be a demand for the services offered by Twister Networks around the world?
- Will the popularity of the VoIP continue to grow or is the VoIP fad?
- Will individuals lost interest in VoIP and the services that Twister Networks offers?
- Will the cost of making traditional calls from conventional drop so significantly that there will not be a need for VoIP calling solution such as Twister Networks?

2. Company Summary

Twister Networks is founded last year and is located in the city of Irvine, Southern California State. It is a solution of voice and enhanced Internet communication services for the consumer and business markets. It provides low-cost, high quality phone calls using its innovative Voice over IP calling devices. Its mission is to provide an infrastructure and economical medium for everyone to "*Be in Touch*" anywhere in the world with either no cost or low cost.

Bridging the Internet with the public-switched telephone network (PSTN), Twister Networks can save consumers and businesses up to 90% off traditional long distance rates. By using our advanced IP-Phone™ technologies and telephone network, Twister Networks is capable of routing voice and other value-added applications worldwide. Our network extends to over 50 countries and allows users to place calls to any telephone, mobile phone or Internet-enabled PC in the world by using our VoIP calling devices.

Twister Networks provides Voice-over-Internet-Protocol services to subscribers in four markets – China, Singapore, Vietnam and USA, its USA subscription rates at 2.9 cents per minute are exceptionally competitive. Importantly, Twister's business focus is remarkably simple. The absence of multi-market diversity is more than offset by a volume-oriented penetration of the China telecommunications market, which is comprised of 300,000,000 Middle Class Chinese, and a larger market than the USA, By way of comparison, consider the financial condition and earnings outlook for another VoIP public company, Net2Phone (NTP), which is marketing its services in 130 countries and has accumulated a staggering \$766 million in losses. Twister Networks, on the other hand, is expected to be profitable THIS YEAR. We are unaware of any other public or private company in this commercial space that is operating with such intensified focus to deliver results to shareholders.

3. Products.

TWTN product line consists of USB and Ethernet based phone sets, co-locate and turn key server system.

Phones

Our phones look and work very similar to regular phone sets. Instead of requiring a phone line to operate, our phones use a computer USB or Ethernet port to connect to the Internet to transmit and receive calls.

Anyone around the world with a computer and Internet connection can communicate with each other via our phones at a fraction of the cost. Supported by our global clearing house, our phones offer you the best rates and superior sound quality as well as state of the art functions.

i100 – small desktop USB phone suitable for home or office use

i300 – handheld USB phone suitable for all purpose and ideal for traveling

i350 – new handheld USB phone suitable for all purpose and ideal for traveling

i400 – large desktop Ethernet phone suitable for home or office use

i450 – new large desktop Ethernet phone suitable for home or office use

3.1 USB Phones



i100



i300

Available in October

i350

3.2 Ethernet Phone



i400



i450



TA

Callers must have accounts activated in order to use the phones. Our USB based phones, i100 and i300, require the caller to be logged into the Dial Console in order to place and receive calls. Our i400 and i450 Ethernet based phone is plug-and-play and does not require software installation or log in.

Our phones can place calls to conventional and cellular phones. It can also be called by a conventional phone via DID numbers. Once logged in, you can receive calls to your assigned number anywhere in the world.

Servers – Co-locate

TWTN provides complete server systems that can be co-located and maintained by our staff. This allows our clients to offer low-cost high-quality calling services without incurring the large overhead of maintaining a facility.

- P2P – Point-to-Point for in-network calling only
- AZ Shared – integrated system for point-to-point and traditional long distance calling

P2P is a closed system that only support IP-Phone™ to IP-Phone™ calling. This program is suitable for an organization or business who wish to deploy a low cost VoIP calling solution to support inter-office calling or calling among members.

AZ Shared is our standard system that supports IP-Phone™ to IP-Phone™ calling as well as integrated IP-Phone™/public-switch telephone network (PSTN). This program is suitable for a business that wish to offer low cost VoIP and traditional long distance calling services without incurring the overhead to operate an A to Z PSTN facility.

Servers – Turn Key

These servers are configured and shipped to PSTN operators for integration into existing PSTN systems. This allows existing telephone companies to offer our low-cost high-quality VoIP services in addition to their existing traditional long distance calling services.

- AZ Ruby
- AZ Sapphire
- AZ Emerald

4. Price List.

4.1 Phones

- i100 – USD \$40*
- i300 – USD \$35*
- i350 – USD \$40*
- i400 – USD \$85*
- i450 – USD \$85*
- TA -- USD \$85*

4.2 P2P

- Point-to-Point. IP-Phone™ to IP-Phone™ only
 - TWTN hosted
 - 500 i100 or 600 i300 phones
 - Annual membership fee
 - USD \$20,000

4.3 AZ Shared

- Integrated with PSTN

- TWTN hosted
- 550 i100 or 650 i300 phones
- 65% payout on recurring airtime net profit
- USD \$50,000

4.4 AZ Ruby

- 500 i100 or 750 i300 phones
- 2 servers
- Free installation within the USA
- Free tech support for 6 months
- USD \$30 per account license fee
- USD \$3,000 per year maintenance fee

4.5 AZ Sapphire

- 1,000 i100 or 1,250 i300 phones
- 3 servers
- Free installation within the USA
- Free tech support for 6 months
- USD \$20 per account license fee
- USD \$4,000 per year maintenance fee

4.6 AZ Emerald

- 2,000 i100 or 2,500 i300 phones
- 4 servers
- Free installation within the USA
- Free tech support for 6 months
- USD \$5,000 per year maintenance fee

*All prices are suggested “retail”. Please inquire for distributor prices.

5. Software.

5.1 Dial Console

A Dial Console must be installed into the computer from which a USB phone will be used. In order to place or receive calls, the user must first log into TWTN communication server. Beside a dial pad, the Dial Console serves as a display terminal for Caller ID, call duration and current account balance.

5.2 My Account

My Account is an on-line web based account management application. It allows users to view usage and charges in real-time. It also allows the users to use credit cards to purchase additional calling minutes or PIN's. There is no billing involved. Everything is prepaid and done on-line.

All of our services enjoy the convenience of real-time transactions and on-line account management. You can instantly view and sort your calling history in real-time and also change your account information or recharge your account on-line. If you have any questions, our professional on-line customer service representatives are always there to assist you.

6. Services

By using Twister's advanced i-Phone technologies and telephone network, the company is capable of routing voice and other value-added applications worldwide.

Twister's network extends to over 50 countries and allows users to place calls to any telephone, mobile phone or Internet-enabled PC in the world by using VoIP calling devices.

6.1 Value-added Services

Upcoming value-added services include 800 numbers, multi-way calling, conference bridge, call waiting, voice mail, video conferencing.

6.2 VoIP (Voice over Internet Protocol) Phones

Twister's IP-Phones look and work like regular phone sets but use a computer USB or Ethernet port to connect to the Internet to transmit and receive calls. Anyone around the world with an Internet connection can communicate with each other via Twister's IP-Phone.

Why use IP-Phones?



6.3 The calling cost is zero from IP phone to IP phone.

IP-Phones are high-tech calling devices that are built with state of the art and innovative communication technologies. It is designed for people who want both voice quality and affordable rates for daily telephone communication for both business & personal use. Twister's IP-Phone allows the user to be constantly in touch by a follow-me feature. Users can logon to their account on a system equipped with an IP-Phone and can receive calls no matter where they are.

6.4 No-charge Direct Inward Dial (DID) Numbering

Through DID numbering, users can make calls from conventional phones to IP-Phones free of charge. For example: The user has friends, relatives and business associates located in various cities within the US. With Twister's DID numbering, they can call their local DID number and upon hearing the second dial tone, can key in the call recipients IP-Phone number and be connected free of charge.

7. Features and Functions.

7.1 Features

Our phone quality is excellent in both form and function. It is comparable to conventional phones and even exceeds conventional phone sound qualities in some cases. Some of our phone features include:

- Simple plug-and-play installation
- User friendly interface
- Easy to carry when traveling
- Works with relative low speed Internet connection
- Connect to the Internet via a USB or Ethernet port
- Keypad dialing
- Excellent digital sound quality via high tech micro-chips
- Superior to software based PC phones
- Receive calls to a single number anywhere in the world
- Very inexpensive
- Low rates for international long distance calls

- Local access DID calling
- Can call conventional phones as well as receiving calls from conventional phones
- Online account management
- Prepaid or recharge card

7.2 Upcoming Features

- Multi-way calling
- Conference bridge
- Call waiting
- Voice mail
- Video conferencing
- Mobile IP

7.3 Functions

We have various phone models to fit a variety of needs. Our desktop phones can be used as a primary phone or in tandem with a conventional phone as extra means of communication without the need for additional phone lines. Our handheld phone is compact and is excellent for traveling. It can be used in conjunction with a laptop as an economic mean to communicate worldwide when traveling. Our versatile Ethernet based phones allows you to relocate your phones within a network environment with ease. To relocate the phone, simply unplug the network cable and reconnect at your destination. There's no need to rewire the phone line and your number can follow you everywhere you go.

8. Technical Information.

8.1 Protocols

- H.323 v2
- TCP/IP, RTP
- SIP (coming soon)
- RADIUS (coming soon)

8.2 Connections

- Dial-up, DSL, ISDN, Cable
- LAN (NAT)
- Leased line
- VPN

8.3 System Requirements

- Pentium II or better
- 64M RAM
- 10M disk space
- USB 1.0 or better
- Windows 98, 2000, ME or XP

8.4 Server Requirements

- Intel P3 800M CPU or better
- 512M RAM
- 36G SCSI hard disk or larger
- 3 Ethernet cards

- CDROM
- Redhat 7.3 Linux

8.5 Server Software

We utilize GK1000 soft-switch system to manage IP-Phone™ calling and to provide advanced IP based central call management. Below are some of the GK1000 features:

- Supports TCP/IP, RTP, H.323, SIP and RADIUS (coming soon)
- Manages GW directly or through other GK
- Supports Private Network IP address distribution
- Provides web based User Management interface
- Interfaces with Phone code distribution center to centralize phone number distribution
- Supports basic phone call
- Provides network log for VoIP accounts

9. Competitive Comparison

There are already several publicly-traded companies in this commercial space. Generally, these early entrants are young start-up companies and include (listed in descending order of market value)

- **Net2Phone**, symbol: NTOP---\$389 million in market value
- **8 x 8**, EGHT---\$133 million
- **ITXC Corp**, ITXC---\$93 million
- **iBasis**, IBAS.OB---\$67 million, and
- **deltathree**, DDDC---\$29 million

Recent announcements that AT&T (NYSE symbol: T) is entering the VoIP market enhances the legitimacy of this commercial space in general, and simultaneously establishes the foundation that an exit strategy will emerge for those smaller companies that get it right. Larger cap companies already in the VoIP market or planning to be are:

- **Cablevision** (NYSE: CVC) --- Its branded VOIP product, called Optimum Voice) is adding 2,500 customers per week (equivalent to 130,000 per year) and charges subscribers \$34.95 per month.
- **Verizon** (VZ) --- will launch a VoIP product in this year's second quarter.
- **Qwest** (Q) --- will have a VoIP product available in 14 states by the end of this year.
- **Time Warner** (TWX) has 17,000 VoIP subscribers currently and plans to roll this service out to all 3.2 million Cable customers by year-end.

The largest company offering VoIP in the USA is a private company, Vonage, based in Edison, New Jersey. Over the past two years, it has signed up 130,000 customers at \$34.95 per month making its paying-subscriber list greater than all other industry participants combined. The relevance of this statistic is that a small company can indeed commercially out-perform the larger cap companies at what might be (mistakenly) considered a larger company's space.

Thus far, none of the five smaller cap public companies listed above seem to have made much of a dent in the VoIP market. Summarily, all have undergone some degree of restructuring (EGHT has even had two changes in its corporate name), and iBasis, initially a retail calling card company in ethnic markets, would appear to be reaching into the VoIP "space" for its sheer survival to maintain the support of its lenders since \$63 million in long term debt comes due in January 2005.

We believe Twister Networks can succeed where these other smaller companies have not for three reasons:

1. It is intensely focused on the China market, especially the business-to-business segment of that economy;
2. Its management connections in that region of the world are proven and long-established; and
3. The Company's capital requirements in order to achieve projected results are minimal.

10. Market Analysis Summary

Primary geographic markets that Twister will concentrate on include: U.S., Germany, China and the rest of Asia. Secondary market: Latin America.

Ethnic markets: Chinese, Vietnamese, Hispanic

11. Target Market

According to a recent research study from Insight Research, VoIP based services is expected to grow from \$13 billion in 2002 to nearly \$197 billion by 2007, making it the fastest-growing segments in the telecommunications industry.

Our target markets are both domestic and international with heavier emphasis on the latter. Users of our products consist of consumers and businesses worldwide. Below are some of our target markets:

- Foreign students
- Consumers and businesses with foreign relations
- Consumers who wish to reduce phone charges
- Multi-location businesses
- Web portal members
- Internet cafés
- Call centers
- Long distance carriers
- Calling cards companies
- Domestic and foreign locations with under developed communication infrastructure
- Domestic and foreign companies who wish to offer alternative low-cost VoIP solutions

12. Business Opportunities

TWTN offers several revenue sharing partnership programs for organizations or businesses worldwide who wish to offer low-cost communication services to their members or clients.

12.1 Agent Program

This program allows individuals or companies to represent TWTN as commission based sale representatives. TWTN agents' role is to introduce businesses to TWTN. Upon closing the sale, agent is entitled to one time as well as recurring commission.

The requirements for being an agent are as follow:

- \$1000 sign-up fee. This fee covers account set up, training, back up customer support, and technical support.
- \$1,000 non e-commerce web site (optional)
- \$2,000 e-commerce web site (optional)
- Purchase 10 phones in any combination at whole sale discounted price.

12.2 Distributor Program

TWTN offers one revenue sharing distributor program for organizations or businesses worldwide who wish to offer low-cost communication services to their members or clients.

Our program is designed for business owners who wish to represent us in a private branding capacity. Our distributors will be able to purchase phones at wholesale in which they can mark up and resell at retail prices.

The requirements for being a distributor are as follow:

- D1 – Tier 1 distributor program
TWTN hosted E-Commerce web site
\$30 a month web hosting fee
Receive 180 i100 or 210 i300 phones
\$10,000

12.3 Commissions

Commission structure for Agents and Distributors is calculate and paid once a month.

12.3.1 Agent

- 10% Gross sales on phones
- 10% Gross sales on servers
- 10% Gross on D1 and D2 sign up
- 5% Gross on all recurring sales
- No airtime profit sharing

12.3.2 D1

- 10% Gross sales on phones
- airtime net profit is based on the volume of the phones and apply on sale of server only
- 10% Gross sales on servers

13. Strategy and Implementation Summary

Twister Networks has three main strategies. The first strategy focuses on attracting novice VoIP users. By providing an infrastructure and economical medium for everyone to “Be in Touch” anywhere in the world with either no cost or low cost. Twister Networks hopes to educate and train a loyal customer base.

The second and most important, strategy focuses on pulling in power VoIP users. Power VoIP are extremely familiar with the VoIP and its offerings. This group of customers serves an important function at Twister Networks. Power VoIP has knowledge and experience those novice VoIP users find attractive and exciting.

The third strategy focuses on building a social environment for Twister Networks customers. A social environment, that provides entertainment, will serve to attractive customers that wouldn’t normally think about using internet for making a telephone call. Once they have tried out the service, they will realize the potential saving value the Internet can provide.

14. Management Summary

Senior management appears to be seasoned and experienced, in both business and technical areas.

Bruce Thomsen, CEO and Chairman of the Board - Mr. Thomsen also serves as President of Asia Millennium Investments, Inc. Mr. Thomsen began his business career in 1963 with E. I DuPont in their Executive Program and spent the following 12 years with positions at Fortune 50 companies in the USA. He also served as Advertising Director of Dow Chemical and Division Manager of Textile Fibers at Food Machinery Chemical (FMC).

Upon leaving FMC he established a marketing and advertising agency with FMC as his first client in 1975. In 1982 he sold this business and has since that time been involved as a consultant to

corporations in the United States, Singapore, Hong Kong and Mainland China as well as England, Austria and Germany. This has provided him with a broad background of industries including chemical production, insurance, mining, shipping, airlines, education, and investment banking providing the depth of senior management experience in all aspects of a new business to guide clients to their projected goals.

His international background of business combines both multi-national client companies along with entrepreneurial ventures at the development stage.

Jim Baiseri, Secretary and Member of the Board - Mr. Baiseri has specialized in providing risk management services for over thirty (30) years. Mr. Baiseri developed risk analysis and assessment techniques that directly addressed the exposures of the small to medium size companies. His concept expanded beyond the traditional transferable risk areas to the entire spectrum of financial, legal, regulatory and asset exposures. Mr. Baiseri has also been a guest lecturer for multiple service organizations and community colleges. He is an Associate of the Risk and Insurance Management Society, and a member of the International Risk Management Institute. His connection with the Latin Community in Southern California is expected to provide an excellent stepping stone for the Company. He is a Member: Latin Businessmen Association and Chairman of the Board, Casa de Los Hermanos Home for Boys, Inc. He served in the United States Navy and held Top Secret Clearance as a communications controller.

15. Financial Plan

EARNINGS MODEL

Per Share : 3-YEAR OUTLOOK

	2004	2005	2006
# of units sold	175,000	550,000	975,000
Sales (000)	\$5,950	\$18,700	\$33,150
Gross Profit	1,488	4,675	8,300
Overhead	<u>1,000</u>	<u>1,800</u>	<u>2,400</u>
Pretax Income	488	2,875	5,900
Tax Provision (33%)	<u>163</u>	<u>960</u>	<u>1,970</u>
Net Income	325	1,915	3,930
Earnings Per Share	\$0.01	\$0.04	\$0.08
Target Stock Price			
@ 6.8 times Sales =	\$0.81 / share	\$2.54 / share	\$4.50 / share

Exhibit “B”

Twister Networks, Inc (Pink Sheets: TWTN) announced today that Stephen Dao, President who returned from a trip to Vietnam last week has appointed its Vietnam Agent. Kim Thu who will represent Twister Networks in handling the marketing and distribution of VoIP communication equipment products in Vietnam.

Bruce Thomsen, CEO of TWTN commented, "We are delighted to have Kim Thu acting as our representative in Vietnam. This agency's background and past experience will help us tremendously in the marketing and distribution of our VoIP communication equipments. Our President, Stephen Dao, has been working diligently the past few months to select our representative in this country." Vietnam represents a major part of our business plan in the coming year.

In a related announcement today, Mr. Dao announced that the Company has received its first order orders from Kim Thu. The order consists of 2,000 phone units to be shipped immediately to Vietnam.

Stephen Dao President of TWTN commented, "We are pleased with this order from our agent in Vietnam and the speed at which it was made following his appointment. This demonstrates Kim Thu's fast performance in marketing and effective in selling our products in Vietnam. We expect the order to steadily increase in the next few weeks."

About Kim Thu

Kim Thu VN CO., Ltd is a privately owned company with strong background in marketing and distribution in Vietnam. Kim Thu has 4 locations in Ho Chi Min city (3 main offices and a warehouse.)

About Twister Networks

Twister Networks provides Voice over Internet Protocol (VoIP) communications solutions to Asian, Chinese, U.S., and European business marketplaces by leveraging Internet infrastructure and IP communications devices to provide low cost, crystal clear calling solutions worldwide.

Twister's Internet phones work very much like standard telephones, but rather than using phone lines, they connect through computer USB and Ethernet ports to establish a communications channel through the Internet.

Twister Networks currently offers three IP-Phone models: the i100, i300, and i400. For more information about Twister's VoIP phones and Internet telecommunications services, please visit <http://www.TwisterNetworks.com>.

To receive an Investor Kit for Twister Networks, or to join the Company's mailing list, please contact Twister Networks' Investor Relations at 866-780-0224 or investors@TwisterNetworks.com.

Cautionary Statement for the Purpose of the Safe Harbor Provisions of the Private Securities Litigation Reform Act of 1995:

Forward-looking statements in this news release are made under the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Certain important factors could cause results to differ materially from those anticipated by the forward-looking statements, including the impact of changed economic or business conditions, the impact of competition, the success of existing and new product releases, the management of our growth, other risk factors inherent in the telecommunications industry, and other factors discussed from time to time in reports filed by the company with the Securities and Exchange Commission. Twister Networks, Inc. has and continues to institute changes to its strategies, operations and processes to address these risk factors and to mitigate their impact on Twister Network's results of operations and financial condition. However, no assurances can be given that Twister Networks will be successful in these efforts.

Contact Information: Twister Networks Adam Baker, 866-780-0224 (Investor Relations)
investors@TwisterNetworks.com

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Twister Networks, Inc (Pink Sheets: TWTN) announced today that it has signed an Exclusive Agreement with state-owned VASC (Software and Media Company), to conduct and be responsible for VoIP marketing in Vietnam. The significance of this is that Twister Networks has the right to appoint its representative (agent/dealer) to market and distribute VoIP phone equipments in Vietnam.

We are excited to work with VASC, a wholly owned subsidiary of Vietnam Post and Telecommunications (VNPT) in bringing VoIP technologies and responsible for the marketing in this country.” commented Bruce Thomsen, CEO of TWTN.

About VASC and Vietnam Post and Telecommunications Corporation

VASC Software and Media Company is a subsidiary of Vietnam Post and Telecommunications (VNPT). It is an Information Technology company and is known as a prestigious communications agency through its e-newspaper, Vietnam Net (www.vnn.vn), which attracts over 300 million visitors per month.

Established in 1995, VNPT is the largest state-owned post and telecommunications company in Vietnam with revenue in excess of USD \$1.6 billion. The company operates the national backbone telecommunications system as well as occupying a dominant market share in the end-user services. For more information on VNPT, go to www.vnpt.com.vn.

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Contact Information: Twister Networks Adam Baker, 866-780-0224 (Investor Relations) investors@TwisterNetworks.com

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Kim Thu VN CO., Ltd is a private own company with strong background in marketing and distribution in Vietnam. Kim Thu has 4 locations in HCM city (3 main offices and a warehouse.)

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Exhibit “C”

Bruce E. Thomsen, Chairman of the Board and CEO. Mr. Thomsen serves as President of Chairman of the Board and CEO of Twister Networks, Inc. Mr. Thomsen began his business career in 1963 with E. I DuPont in their Executive Program and spent the following 12 years with positions at Fortune 50 companies in the USA. He also served as Advertising Director of Dow Chemical and Division Manager of Textile Fibers at Food Machinery Chemical (FMC). Upon leaving FMC he established a marketing and advertising agency with FMC as his first client in 1975. In 1982 he sold this business and has since that time been involved as a consultant to corporations in the United States, Singapore, Hong Kong and Mainland China as well as England, Austria and Germany. This has provided him with a broad background of industries including chemical production, insurance, mining, shipping, airlines, education, and investment banking providing the depth of senior management experience in all aspects of a new business to guide clients to their projected goals. His international background of business combines both multi-national client companies along with entrepreneurial ventures at the development stage.

Steven Dao, President. Steven Dao has over twenty-five years of mergers and acquisitions, communications, analytical, and IT experience throughout a number of industries. He has held several management and consulting positions with the world's leading companies such as RBC Centura, IPN Communications, Harris Bank, SunTrust, Fidelity, National Bank of New Zealand, and Rockwell International. Mr. Dao earned his BS in Electrical Engineering from the Massachusetts Institute of Technology, his MS of Information Technology from the University of California Los Angeles, and his Masters in Business Administration from the University of Southern California.

Jim Baiseri, Secretary and Member of the Board - Mr. Baiseri has specialized in providing risk management services for over thirty (30) years. Mr. Baiseri developed risk analysis and assessment techniques that directly addressed the exposures of the small to medium size companies. His concept expanded beyond the traditional transferable risk areas to the entire spectrum of financial, legal, regulatory and asset exposures. Mr. Baiseri has also been a guest lecturer for multiple service organizations and community colleges. He is an Associate of the

Risk and Insurance Management Society, and a member of the International Risk Management Institute. His connection with the Latin Community in Southern California is expected to provide an excellent stepping stone for the Company. He is a Member: Latin Businessmen Association and Chairman of the Board, Casa de Los Hermanos Home for Boys, Inc. He served in the United States Navy and held Top Secret Clearance as a communications controller.

Exhibit “D”

TWISTER NETWORKS, INC.
BALANCE SHEET
DECEMBER 31, 2004

ASSETS

CURRENT ASSETS

Cash	\$ 2,811
	<hr/>
Total current assets	2,811

PROPERTY AND EQUIPMENT, NET

	<hr/> 46,358
Total assets	<hr/> <hr/> \$ 49,169

LIABILITIES AND SHAREHOLDERS' EQUITY

CURRENT LIABILITIES

Accrued expenses	\$ 1,274
Loan payable	<hr/> 50,946
Total current liabilities	<hr/> 52,220

SHAREHOLDERS' EQUITY

Preferred stock, \$.001 par value authorized 500,000 shares, issued and outstanding 500,000 shares	500
Capital stock, common, \$.001 par value, authorized 450,000,000 shares, issued and outstanding 55,380,942 shares	55,381
Additional paid-in capital	166,049
Accumulated deficit	<hr/> (224,981)

Total shareholders' equity	<hr/> (3,051)
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Total liabilities and shareholders' equity	<hr/> <hr/> \$ 49,169
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Unaudited
See accountants' compilation report.

**TWISTER NETWORKS, INC.
STATEMENT OF OPERATION
AND ACCUMULATED DEFICIT**

For the Three Months Ended December 31, 2004

Sales	\$ 773
Selling, general and administrative expenses	
Auto expense	52
Bank charge	
Depreciation	2,580
Legal and professional	
Licenses and permits	125
Marketing expense	360
Meals and entertainment	1,261
Office expense	366
Outside service	20,180
Postage	
Rent	2,595
Telephone	289
Travel	4,639
	<u>32,447</u>
Operating loss	<u>(31,674)</u>
Net loss	(31,674)
Accumulated deficit, October 1, 2004	<u>(193,307)</u>
Accumulated deficit, December 31, 2004	<u><u>\$ (224,981)</u></u>

**Unaudited
See accountants' compilation report.**

TWISTER NETWORKS, INC.
STATEMENT OF CASH FLOWS
For the Three Months Ended December 31, 2004

Cash flows from operating activities:	
Net loss	\$ (31,674)
Adjustments to reconcile net income to net cash provided (used) by operating activities:	
Depreciation and amortization	2,580
Net cash used for operating activities:	<u>(29,094)</u>
Cash flows provided (used) by investing activities:	
Purchase of fixed assets	(16,605)
Net cash used for investing activities:	<u>(16,605)</u>
Cash flows provided (used) by financing activities:	
Additional paid-in capital	20,000
Net cash provided by financing activities:	<u>20,000</u>
Net decrease in cash	(25,699)
Cash, Beginning	<u>28,510</u>
Cash, Ending	<u><u>\$ 2,811</u></u>
Supplemental disclosures of cash flow information:	
Cash paid for interest expense	<u><u>\$ -</u></u>
Cash paid for income taxes	<u><u>\$ -</u></u>

Unaudited
See accountants' compilation report.

Exhibit “E”

Dragon Energy Group, Ltd.

575 Anton Boulevard #300 Costa Mesa, CA 92626
(949) 679-6221 Fax: (949) 679-6222

December 15, 2003

To the Board of Directors
Dragon Energy Group, Ltd.
575 Anton Boulevard #300
Costa Mesa, CA 92626

I have prepared the Statement of Financial Conditions of Dragon Energy Group Ltd. as of September 30, 2003 and related statements of consolidated income and shareholders' equity for the year then ended. My preparation did not include any tests related to an audit.

In my opinion as Chairman of the Board and Chief Financial Officer the financial condition, balance sheet, income statement, cash flow analysis and shareholders' equity present fairly the financial condition of the Company at September 30, 2003 and the result of its operation for the year then ended in conformity with generally accepted accounting principles on a basis consistent with that of the preceding year.

Income realized was a direct result of the write off of all existing accounts payable and did not reflect any sale of Company product or services. The statute of limitations had expired on any creditor filing a claim for outstanding debts and the Company had not been the recipient of any litigation that would have extended the four year period for filing.

Yours truly,

Bruce E. Thomsen
Chairman of the Board and
Chief Financial Officer

BET:l

DRAGON ENERGY GROUP, LTD.
BALANCE SHEET
SEPTEMBER 30, 2003

ASSETS

CURRENT ASSETS

Cash	\$ 0
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TOTAL CURRENT ASSETS	\$ 0
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TOTAL ASSETS	\$ 0
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LIABILITIES AND EQUITY

Current Liabilities

Bruce Thomsen	\$ 34,675.32
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Robert Zimmerman	<u>35,000.00</u>
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TOTAL CURRENT LIABILITIES	\$ 69,675.32
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TOTAL LIABILITIES	\$ 69,673.32
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EQUITY

Opening Balance Equity	\$(241,591.92)
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Retained Earnings	<u>171,916.60</u>
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TOTAL EQUITY	\$ (69,675.32)
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TOTAL LIABILITIES AND EQUITY	\$ 0
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DRAGON ENERGY GROUP, LTD.
STATEMENT OF OPERATION
AND ACCUMULATED DEFICIT
For the Year ended September 30, 2003

SALES	\$ 0
COST OF SALES	0
GROSS PROFIT	\$ 0
SELLING AND GENERAL EXPENSE	\$ 0
OTHER INCOME AND EXPENSE	
Write off of all accounts payable	\$ 171,916.60
TOTAL OTHER INCOME AND EXPENSE	\$ 171, 916.60
NET PROFIT	\$ 171,916.60
Accumulated Deficit October 1, 2002	\$(241,591.92)
Accumulated Deficit September 30, 2003	\$(69,675.43)

DRAGON ENERGY GROUP, LTD.
STATEMENT OF CASH FLOWS
For the Year ended September 30, 2003

Cash Flows from operating activities	
Net Profit write off of accounts payable	\$ 171,916.60
Net Cash provided from Operating activities	\$ 171,916.60
Financing Activities	
Retained Earnings	\$(171,916.60)
Net Cash provided for by Financing Activities	\$(171,916.60)
Net Cash Increase for Period	\$ 0
Cash at end of Period	\$ 0

TWISTER NETWORKS, INC.
BALANCE SHEET
SEPTEMBER 30, 2004

ASSETS

CURRENT ASSETS

Cash	\$ 28,510
	<hr/>
Total current assets	28,510

PROPERTY AND EQUIPMENT, NET

	<hr/>
	32,333
	<hr/>
Total assets	<u><u>\$ 60,843</u></u>

LIABILITIES AND SHAREHOLDERS' EQUITY

CURRENT LIABILITIES

Accrued expenses	\$ 1,274
Loan payable	<hr/>
	50,946
	<hr/>
Total current liabilities	52,220

SHAREHOLDERS' EQUITY

Preferred stock, \$.001 par value authorized 500,000 shares, issued and outstanding 500,000 shares	500
Capital stock, common, \$.001 par value, authorized 450,000,000 shares, issued and outstanding 55,380,942 shares	55,381
Additional paid-in capital	146,049
Accumulated deficit	<hr/>
	(193,307)

Total shareholders' equity	<hr/>
	8,623

Total liabilities and shareholders' equity	<u><u>\$ 60,843</u></u>
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Unaudited
See accountants' compilation report.

TWISTER NETWORKS, INC.
STATEMENT OF OPERATION
AND ACCUMULATED DEFICIT
For the Year Ended September 30, 2004

Sales	\$ 104,111
Cost of sales	<u>105,711</u>
Gross profit	<u>(1,600)</u>
Selling, general and administrative expenses	
Auto expense	31
Bank charge	109
Depreciation	2,667
Legal and professional	10,146
Licenses and permits	1,295
Marketing expense	4,255
Meals and entertainment	3,103
Miscellaneous expenses	915
Office expense	1,698
Outside service	73,472
Postage	1,449
Rent	6,462
Telephone	147
Travel	11,675
	<u>117,424</u>
Operating loss	<u>(119,024)</u>
Other income (expenses)	
Other expense	(1,274)
Interest expense	<u>(3,334)</u>
Total other expense	<u>(4,608)</u>
Net loss	(123,632)
Accumulated deficit, October 1, 2003	<u>(69,675)</u>
Accumulated deficit, September 30, 2004	<u><u>\$ (193,307)</u></u>

Unaudited
See accountants' compilation report.

TWISTER NETWORKS, INC.
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2004

Cash flows from operating activities:	
Net loss	\$ (123,632)
Adjustments to reconcile net income to	
net cash provided (used) by operating activities:	
Depreciation and amortization	2,667
Increase (decrease) in liability	
Accrued expenses	1,274
Loan to others	5,959
Net cash used for operating activities:	<u>(113,732)</u>
Cash flows provided (used) by investing activities:	
Purchase of fixed assets	(35,000)
Net cash used for investing activities:	<u>(35,000)</u>
Cash flows provided (used) by financing activities:	
Issurance of capital stock	<u>177,242</u>
Net cash provided by financing activities:	<u>177,242</u>
Net increase in cash	28,510
Cash, Beginning	<u>-</u>
Cash, Ending	<u><u>\$ 28,510</u></u>
Supplemental disclosures of cash flow information:	
Cash paid for interest expense	<u><u>\$ -</u></u>
Cash paid for income taxes	<u><u>\$ -</u></u>

Unaudited
See accountants' compilation report.