

ISENTRIC LIMITED (ICU:ASX)

(ACN 091 192 871) Level 10, 50 Pitt Street, Sydney 2000

Tel: (02) 9538 0802

Website: www.isentric.com

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ISENTRIC ANNOUNCEMENT TO ACCOMPANY 4C

The Group registered positive net cash from operating activities of \$0.6 million, continuing the trend of positive operating cash flow. Our operating cash flows have enabled the business to make the first tranche payment of \$0.9 million on the completion of the acquisition of My Play Company Limited. Overall, the cash position of the Group was maintained at \$1.4 million which reflects management's continuous effort to manage the Company's cash reserves in a prudent manner whilst continuing to invest for growth and acquisitions.

Arte Mobile performed well above expectation this quarter with the acquisition of 2.4 million new paying users in Indonesia, which is significantly ahead of forecast. We have achieved tremendous growth with our Digital Media services along with both of our co-branded services, MINI GAME and MEME, which have generated huge interest from XL AXIATA's subscribers.

The Enterprise Mobility division continues to secure projects and annual licensing fees from existing clients such as Public Bank, Kuwait Finance House and Touch & Go. This quarter's revenue was boosted by a surge in SMS revenue as our banking clients run their marketing campaigns during the year-end holiday season.

The acquisition of My Play Company Limited during the final month of the quarter has established our Digital Gaming Services business which we expect will grow from expansion of games and the geographic roll out of digital games. Whilst My Play was accounted for as part of the quarter "Shan Koe Mee World" digital game was the main revenue contributor for the digital gaming division.

The revenue and gross contribution per division for the December 2017 quarter are outlined below.

	Revenue		Gross contribution	
	2Q18 (million)	1Q18 (million)	2Q18 (million)	1Q18 (million)
Enterprise Mobility	\$0.84 (30%)	\$0.58 (26%)	\$0.23 (13%)	\$0.15 (11%)
Digital Payments	\$0.45 (16%)	\$0.51 (23%)	\$0.01 (1%)	\$0.05 (2%)
Digital Media and Services	\$1.41 (50%)	\$1.13 (51%)	\$1.39 (81%)	\$1.12 (87%)
Digital Gaming Services	\$0.11 (4%)	-	\$0.09 (5%)	-