

ASX Announcement

6 June 2018

Inabox Group Limited (ASX: IAB) (**Inabox or the Company**) has become aware of recent and significant movements in its share price and traded volumes, which tend to indicate that the activity may have been based on the use of confidential and market sensitive information which is not generally known. In the interests of maintaining a fully informed and fair market for its securities, the Company provides the following update.

Possible Material Transactions

Inabox has received a number of informal approaches from parties interested in a range of possible transactions which have included the possible sale of the entire Company as well as the possible sale of the Company's operating businesses separately. Inabox attributes this interest to its share price having traded at historical lows and market dynamics which continue to drive industry consolidation.

Having considered various scenarios with the assistance of its advisers, the Board is of the view that the sale of one or more of the Company's businesses on terms acceptable to the Board could potentially unlock significantly more value for shareholders than has been reflected in the recent price-range of the Company's shares.

The Board of Inabox has entered preliminary and confidential discussions with potential buyers and, whilst proposals by those parties are being considered, no transaction is fully formed. The decision whether to progress those proposals by the Board depends on a number of key factors, including the terms upon which one or more transactions can be undertaken with potential buyers and the interests of the Company's shareholders, employees, customers, commercial counterparties and other stakeholders.

The proposals may not result in any binding transaction or transactions. In this event, Inabox is comfortable in continuing to run its businesses which are showing promising momentum.

The Company will keep the market updated as and when developments occur.

Ends.

About Inabox Group Limited

Inabox provides technology platforms and solutions that deliver next gen telco, IT and cloud services. We do this via highly automated systems, a national team of over 320 knowledgeable and engaged people, plus over 15 years of experience.

Telcoinabox, Hostworks, Anittel, iVox and Neural Networks are all part of the Inabox Group.

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