

ASX Announcement

IOT Group withdraws from acquisition of Cutting Edge Products

Sydney, 11 November 2016: IOT Group Limited (**ASX: IOT**) (**IOT Group or Company**) advises that it will not be proceeding with the acquisition of Cutting Edge Products LLC (CEP).

As announced on 12 October 2016, IOT Group signed a term sheet to acquire up to 100% of CEP. Regrettably CEP does not intend to honour the term sheet it has signed and sought amendments to the original terms. These changes are unacceptable to IOT Group, and consequently, the transaction will not be proceeding. While this is regrettable, the Board will only entertain transactions that are in the best interests of shareholders, not vendors.

IOT Group has a number of near-term growth drivers and is firmly focused on delivering revenue from Roam-e sales and from the facial recognition and control software – software that gives the Company a significant commercial advantage.

A more detailed update on progress with the Roam-e drone and other initiatives will be provided next week.

About IOT Group Limited

www.theiotgroup.com



(Internet of Things)

IOT Group has tapped into global niche markets by adapting and enhancing existing trend products and making them more affordable and useful to consumers. The IOT Group is designing and developing a range of smart wearables, a range of flying selfie drones, augmented reality, virtual reality, home automation products and much more; as we look to create a complete IoT ecosystem over the next 24 months.



Utilising industry specific innovation and our own technology, we've created the first facial recognition flying selfie device operated through smartphones and vision control systems, called ROAM-e. With unique follow me truly functionality, a flight time of up to 20 minutes and the capacity to charge in just two hours! You will always capture perfectly uninterrupted panoramic shots with ROAM-e's 360 degree 1080p HD camera. And you will never miss a moment with ROAM-e's live streaming capabilities, so the action is always in real time whenever, where ever. ROAM-e is your personal companion who will always be within 5m of you, so you never have to worry about invading anyone's personal space. Built with the world's first dual-axis collapsible blades means that ROAM-e's light, compact and easy to carry and ready for any occasion but most importantly not weigh you down. Selfies have reached new heights!



Outdoor Konnect (OK) is focussed on designing and developing a range of affordable innovative wearable devices, accessories and outdoor products combining the latest technology with unique features. Our devices include a variety of smart watches with some already available through retailers and from our website.

Company Information

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