

15 December 2016

ASX ANNOUNCEMENT

Senetas announces investment in Smart Antenna Technologies Ltd.

Senetas Corporation Ltd ("Senetas") announced today that it has invested approximately A\$860,000 in Smart Antenna Technologies Ltd ("SAT"), a pioneering international smart antenna technology company based in the UK. Senetas will receive a 6% equity stake in the company. The investment has been funded from Senetas' existing cash balances and provides Senetas with Board observer status. The Senetas investment is made alongside Mercia Technologies PLC. Mercia Technologies is one of the leading investment businesses in UK technology.

SAT was founded by CTO Samson Hu in 2013 and is a private company spun out of the University of Birmingham, UK. SAT Executive Chairman is Colin Tucker, formerly the CTO and COO of Orange Europe (one of Europe's largest telcos), and also founding CEO of 3 – the first 3G mobile operator in the UK.

SAT has designed, developed and patented a pioneering smart antenna technology which provides an efficient and low cost antenna solution for the global mobile device and infrastructure market. Target markets include smartphone, tablet, and laptop, however the technology can also be applied to the rapidly expanding markets of SmartTV, Connected Car, Small Cell and Internet of Things/mobile to mobile ("IoT/M2M"), across the globe. SAT has filed more than 60 patent applications covering the USA, Europe, South Korea, Japan and China.

SAT is engaged in commercial discussions with key global manufacturers and partners of mobile devices, laptops, tablets and small cells, who are interested in utilising the SAT technology within their hardware. SAT has recently signed an agreement with a global portable device manufacturer to build a prototype incorporating this technology. SAT operates under a licensing business model benefiting from the patented technology.

Senetas CEO Andrew Wilson commented, "Our investment in SAT aligns with our stated strategy of exploring shareholder value enhancing investment opportunities that are complementary to our core competencies, are at the forefront of international technology advancement, and have global reach.

In SAT's target market, it has been predicted that by 2020, 50 billion mobile devices will require connectivity and that 20 billion of these will form part of the IoT/M2M, ecosystem. Security will clearly be a central feature of these devices. For Senetas to remain at the forefront of protecting data in motion we need to understand the new technologies being deployed in these significantly expanding markets and we believe that our investment in SAT will help us do that. We are very excited about the prospects for SAT and believe that we can add substantial value through our engineering capabilities and global distribution contacts."





ABOUT SENETAS CORPORATION LIMITED

Senetas is an Australian public listed company (ASX: SEN) and leading developer and manufacturer of certified high-assurance encryption hardware; dedicated to protecting network transmitted data without compromising performance.

Senetas encryptors provide dedicated robust end-to-end encryption using state-of-the-art 'client-side' encryption key management. They are a first choice of government and commercial organisations and communications service providers requiring maximum data protection.

Although the serious risks to network data security have been underestimated until revelations of catastrophic security breaches among major commercial and government organisations; Senetas encryptors have protected much of the world's most sensitive information for nearly 20 years.

Certified by leading independent certification authorities, such as Common Criteria, FIPS, CAPS and NATO, Senetas encryptors are certified as "suitable for government and defence use".

Compatible with all Layer 2 Metro Area and Carrier Ethernet networks, Senetas encryptors support all Layer 2 protocols and topologies.

Senetas encryptors protect Cloud and data centre services; government information and secrets; commercially sensitive intellectual property and business secrets; citizen identity and privacy; defence and military information; business and financial data and banking transactions; data centre traffic and CCTV networks; and critical industrial and infrastructure systems.

All Senetas encryptors are designed, developed and manufactured in Australia. They are distributed globally to channel partners and customers by Gemalto, the world's largest data security company. Gemalto also provides a global customer support network.

With their leading security and network performance characteristics, Senetas encryptors are trusted to protect network transmitted data in 30 countries.

Senetas customers include global market leading enterprises and Cloud service providers; government organisations with highly sensitive information, such as the US defence forces; national utilities; commercial and industrial organisations; banks and global financial transactions systems providers.

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