SPIRIT TELECOM ANNOUNCES COMPLETION OF ACQUISITION OF PHOENIX AUSTEC GROUP

Spirit Telecom Limited ("Spirit" ASX:ST1) is pleased to announce that it has today completed the acquisition of Melbourne based Managed Service Provider (MSP) Phoenix Austec Group. This acquisition is Spirit's 4th in as many months and the third using existing cash reserves. Phoenix will add to the recently acquired Arinda managed services product range, which now represents circa 20% of Spirit's overall revenue.

As described in an earlier announcement, Phoenix has been operating since 2007 providing SME's with managed IT support, IT security and consulting services. Phoenix produces $1.9 million in revenue across more than 100 customers.

Spirit's Managing Director, Geoff Neate said, "We approached Phoenix a few months ago and were impressed by its strong competency in providing managed IT and cloud solutions to a customer base that is typical of Spirit's target market. We now have a strong growing MSP IT product and customer portfolio and our team are already focused on integrating Phoenix and Arinda into a Spirit IT division."

For more information, please visit www.spirit.com.au

For further information, please contact:
Geoff Neate
Managing Director
03 8554 1320