Azyber

Zyber Holdings Limited (ASX: ZYB) ABN: 84 131 090 947

Level 11, 216 St Georges Terrace Perth, Western Australia 6000 GPO Box 2517, Perth, Western Australia 6831

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Non-Executive Chairman Mr Peter Wall

Non-Executive Directors Mr Paul Callander Mr Jason Tomkinson

Company Secretary Mrs Elizabeth Hunt March 2017 Quarterly Activities Report

Management Re-structure

18 April 2017

As announced on 6 January 2017 and as part of the Company's cost cutting initiatives being employed, Mr Roe Markham and Mr Darius Millar were released from their positions as Chief Operating Officer and VP of Sales and Marketing respectively.

Zyber Product Development

As detailed in the Company's last quarterly report, the development team launched the MyZyber (myzyber.com) consumer application. This product along with its mobile applications allows consumers to demo a subset of the Zyber Enterprise Application.

The development team successfully completed a proof of concept of the "3rd Pillar" related to virtualization with secure file sharing.

A security assessment and testing was also completed on the Zyber Enterprise Application. The findings from this assessment will continue to be part of the development process in the coming months.

The development team is also been working on faster versions of the Zyber Enterprise Mobile application in iOS and Android.

In the coming 3 to 6 months, the proposed development of the Zyber products will include launching mobile versions of the Zyber Enterprise product in the Apple App store and advancing Zyber Virtual File Share technology.

The team has improved the virtualization technology by blending it with the Zyber Windows Desktop Application to create a unique feature. This feature will allow users inside or outside the company to edit files within an organization's own environment without the ability to copy or save the file outside the organization's environment. With this unique feature, users can open files that would normally require an enterprises' custom program installed. Files will never leave the virtual environment giving full control to the organization. Commercial file types are also supported in the same manner possibly reducing licencing costs.

The team will continue to test the application and look for potential BETA customers. The Zyber team will look for opportunities in this area to gain valuable user feedback to drive the product development.

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Consideration of material transactions

Since December 2016, the Company was been presented with a number of commercial opportunities, both within and outside of the cyber security sector. To date, the Company has not been in a position to proceed with any of the opportunities for various reasons (including the Company's inability to secure critical waivers from ASX).

The Company intends to continue to review new commercial opportunities as and when they arise, with a view to ensuring the best outcome possible for all shareholders. However, in the meantime, the continued focus of the Company will remain development of the Zyber technology as outlined above.

Further updates will be provided to the market in due course as and when they eventuate.

Enquiries

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About Zyber

Zyber Secure Mobile Solutions builds secure file sharing business applications with an emphasis on security, scalability and functionality. Zyber automates confidential information flow processes for industries including government, banking, healthcare, retail and the public sector.

Social Media Policy

We believe in providing the highest levels of communications, and whilst the ASX remains the platform for market sensitive releases, we encourage all shareholders to follow Zyber on Twitter (@myzyber), LinkedIn and YouTube.