

First Repeat Purchase Order

Key Highlights:

- **Purchase orders for two MESMER™ units received by EPE**
- **First Repeat Order and takes number of units bought by EPE to seven**
- **Strong pipeline of activity globally expected to generate further sales**

PERTH, WA and COLUMBIA, MD USA – DEPARTMENT 13 INTERNATIONAL LTD (ASX: D13) (“Department 13”, “D13” or “the Company”) a cutting-edge developer of counter drone technology, is pleased to advise that it has received a purchase order for an additional two MESMER™ v1.5 units from its strategic partner in the Australasian region, EPE. This is the first repeat order from EPE and takes the number of units they have purchased to seven.

D13 has been advised by EPE that they are purchasing one MESMER™ unit to meet ongoing demands for demonstrations in the region. The other unit is being sold to an end customer whose identity is confidential. The orders are in accordance with D13’s existing arrangements with EPE and conditional upon completion and delivery of the units.

Warwick Penrose, CEO of EPE, commented: *“EPE’s current installations of MESMER™ for Australian customers are being assessed for extended roll-out due to the achievement of consistent results that are both exceeding expectations and raising the bar on what can be achieved. We have delivered these systems from initial advice, site survey, installation and training, through to ongoing monitoring and through life support of the capability. To fast track ongoing opportunities EPE is happy to invest in a demonstration unit as we view MESMER™ as the best non-jamming counter drone solution in the market.”*

The systems are being sold without accessories, demonstrating the advantage of MESMER™ and its ability to be configured according to customer requirements by the inclusion or exclusion of various additional options. The unit pricing is comparable with the v1.0 units previously outlined and reflects no supplementary accessories.

Coming off the back of the success recently announced at Softwerx, D13 has a very attractive pipeline and expects more sales in the near term. In addition to recent demonstrations in the US, Middle East and Asia Pacific regions, the company is fully booked for the next 60 days with follow up demonstrations globally.

Department 13 CEO, Jonathan Hunter, commented *“we are pleased to record our first repeat order with EPE. Their desire to acquire a demonstration unit reflects the active pipeline being built on the success of the existing units operating in the region. As we close out our current fiscal year, our prospects for expanded success during the 2nd half of calendar year 2018 are strong. We are heavily booked with demonstration and evaluation events with potential customers through our Channel Partner network for the balance of 2018 and have an equally strong pipeline of opportunities from demonstrations undertaken over last 6 months*

-ENDS-

For more information, contact

Jonathan Hunter
Chairman and CEO
Department 13
+1 703 597 6574
Jonathan@department13.com

Investor relations
Mark Wise
Department 13
+1 914 261 5574
mwise@department13.com

About Department 13

Based in Maryland, Department 13 (D13) was founded in 2010 by a team of former military operators, scientists and engineers who apply proprietary innovative advanced technology to emerging requirements. D13 is developing cutting-edge software and communication systems that have the potential to transform the networking and communication fields as well as current applications in drone defense, mobile phone IT security and secure enhanced Android phone systems. D13 is engaged with multiple counter UAS projects to provide strategic solutions for civil, military and commercial security requirements. D13 has 45 patents issued and 37 patents pending in the development of wireless protocol manipulation and communication networking software with applications in drone defense, local area and wide area cellular communications and networking, enhanced data bandwidth for all digital communications, cyber security for mobile devices and sophisticated RF technology applications (radiometrics). For more information about D13, please visit www.department13.com or follow us on Twitter (@D13ASX), LinkedIn and YouTube.

About EPE

EPE provides innovative solutions to protect Military and Emergency Response personnel from emerging threats. Solutions include Counter Drone, Counter IED (Improvised Explosive Devices, included Radio Controlled Devices), and Chemical, Biological, Radiological and Nuclear Defence (CBRND). We are former Counter IED specialists with real world operational experience. We understand how Improvised Explosive Device Disposal (IEDD) and CBRND equipment is used and more importantly, the demands placed on equipment and operators in the current 'high-threat' environments in which they may be deployed. We also understand the demands of the training and preparation required for operations. Our aim is to source the very best range of battle-proven equipment to help us deliver to our customers, a comprehensive and sustainable capability to meet evolving threats.