1 September 2015

PERTH, AUSTRALIA

FOR IMMEDIATE RELEASE:

IWEBGATE 2015 FULL YEAR RESULTS

Highlights

- ASX listing successfully completed during the period, with $5 million capital raised
- Financial results for the period reflect strategic focus and investment in development of a cloud-based version of its cyber security platform technology and making the platform ready for all user devices
- Revenues generated were $455,666 compared to $498,449 in FY2014
- Underlying net loss for the period of $5,086,834, compared to $1,889,175 in FY2014, due to associated platform development and commercialisation costs
- Strong progress with strategic initatives including Expansion into new geographies, Europe and US, building its international sales and marketing force
- First US revenue from a leading North American university to deploy iWebGate's platform across its existing cloud system
- Post period, agreement to sell iWebGate to hundreds of thousands of Telstra customers across Australia

iWebGate Limited ("**ASX:IWG**"; "**iWebGate**"; "**Company**") is pleased to report its maiden full-year results as a listed company for the year ended 30 June 2015 following the Company's reverse take over of My ATM Holdings which completed on 5 December 2014. The full year results have been prepared as a continuation of the business and operations of iWebGate Group.

Successful Listing

On 5 December 2014 iWebGate Limited (formerly My ATM Holdings Limited) successfully completed the acquisition of iWebGate Technology Limited and its controlled subsidiaries ("iWebGate Group"). Under the Australian Accounting Standards iWebGate Group was deemed to be the accounting acquirer in this transaction. The acquisition has been accounted for as a share-based payment by which iWebGate Group acquired the net assets and listing status of iWebGate Limited.

The iWebGate Group raised $5,000,500 to complete the acquisition transaction. The funds raised were deployed to accelerate the commercialisation of its cybersecurity products both in Australia and internationally, especially in Europe and the US.

Summary of Financial Results

The consolidated financial statements of iWebGate Limited have been prepared as a continuation of the business and operations of iWebGate Group.

The net loss for the consolidated entity amounted to $7,421,847 (30 June 2014: $1,889,175). The loss for the year includes a one-off non-cash expense of $1,057,229 from the Australian Accounting Standards treatment of the acquisition of the iWebGate Group, a one-off cost of $200,000 for the issue of facilitation shares, plus one-off associated acquisition costs of $746,531.

Revenues from ordinary operations reduced to $455,666 from $498,449 in 2014, due the Company's strategic focus towards the development of its legacy platform to cloud based in order to service and address the growing needs of potential clients, in particular Telstra via the AppDirect agreement. As a result, contract revenues relating to the legacy platform dropped slightly. Revenues from ordinary activities include the Company's first US revenue from its contract with a leading North American university to deploy iWebGate's platform across the university's existing cloud system.

Underlying net loss for the reporting period was $5,086,834 compared to $1,889,175 in FY2014. The loss includes an uplift in the development and commercialisation expenses relating to the cloud-based platform development and an increase in sales and marketing expenses to $1,078,647 ($624,020 in 2014).

Operational Review and Results

During the period, the Company progressed with a number of operational achievements including the milestone of developing a cloud-based version of its technology and making the platform ready for all user devices. In addition, the Company moved forward with Board and management changes following its listing, expansion into new geographies, building its international sales and marketing force and strengthening its intellectual property position.

Board & Management Changes

Following the successful listing, Timothy Gooch and Mark Harrell were appointed as Executive Directors on the Board on 10 December 2014. Mr Gooch is Chief Executive Officer of iWebGate Group and Mr Harrell is Managing Director Asia Pacific. As planned, both KC Ong and Richard Wolanski resigned from their roles as Non-Executive Directors on 10 December 2014.

At the management level, the Company appointed Alastair Fisher as COO of APAC and Anthony Mazza as COO of US following its listing. Mr Fisher and Mr Mazza join existing management team members Charlie Gargett, Global CTO, and Greg MacMillan, Global CFO.

Expansion of Operational Team

During the year, Mr Gooch, CEO of iWebGate, relocated to the US to drive forward the Company's US commercialisation plans through its wholly owned subsidiary iWebGate Corp ("iWebGate US"). In addition, the operational team was enhanced with the addition of a core team of sales, engineering and marketing professionals who joined iWebGate during the period.

In June 2015, in line with the Company's European growth strategy to commercialise its product through channel partners, iWebGate engaged the consulting sevices of Nik Haidar of Four23 Management Ltd to oversee the launch and development of its European division. The Company continues to strengthen its operational and sales capabilities in the region.

The Company also moved forward with sales team growth in APAC, enhancing the team with customer experience, technical and support staff. The APAC operational team will continue to grow as the product is commercialised.

Product Development

During the period, iWebGate successfully completed over a year's worth of extensive development and beta testing with Telstra. An important component of this development involved the milestone development of the product into a cloud-based platform technology making it deployable on Telstra's systems. Following the period, this work led to an agreement with AppDirect, a leading global online commerce platform that allows end users to browse, purchase and manage subscriptions to cloud services and applications. Under the agreement signed in August 2015, iWebGate will provide cybersecurity services to Telstra customers across Australia.

iWebGate also invested in product development to adapt the technology for mobile use. This achievement further enhances the product's offering, making its use on all devices now possible and easy.

During the year, iWebGate signed a letter of intent with SecureState, a US-based management consulting company specialising in information security, to commence a pilot project to develop an IT Network Threat Monitoring and Defence Platform. This new product will focus on IT threat monitoring and defence and has been built on iWebGate's globally recognised and award winning IT security platform which collects and delivers network security information from an end user's network. The product also leverages SecureState's intelligence aggregation amassed through thousands of assessments. The combined technology will deliver a 24-hour, real-time threat intelligence solution "as-a-service" or on-demand, ensuring IT networks are centrally managed yet secure, filling a much-desired gap in the largest segments of the cybersecurity market.

Intellectual Property

iWebGate continued to strengthen its intellectual property position during the year. The Company holds several patents in IT security and network virtualisation which were initially granted in the US and have been expanded to other worldwide territories.

In March this year, the European Patent Office accepted the Company's European Complete Standard Patent application "System and Method for Multiple Concurrent Virtual Networks" for grant as a patent. The Company is in the process of completing the requirements to obtain the Formal Decision to Grant and to validate the Patent in each of the individual member countries.

Strategic Growth Initiatives and Outlook

iWebGate is now reaching hundreds of thousands of Telstra customers

Following extensive development and beta testing with Telstra, iWebGate signed an agreement with AppDirect to provide iWebGate's cybersecurity services to hundreds of thousands of Telstra customers at small, medium and enterprise-level organisations across Australia via Telstra's online AppDirect marketplace. Telstra will actively promote iWebGate's Workspace Suite of services to its end user customers. The Company anticipates that the revenue share agreement with AppDirect will drive significant revenue growth for iWebGate in the current financial year and beyond.

Commencement and acceleration of European pilot programs

In line with the Company's strategy to grow sales of its product in Europe, iWebGate has begun discussions with pan-European service providers and major telecommunications organisations. This includes a comprehensive product evaluation in the cybersecurity test labs of a global telecommunications company,

as well as a proof-of-concept deployment of iWebGate's world-class security software technology as the core security framework for a pan-European service provider's software application platform. iWebGate is also progressing positive discussions with global corporate organisations headquartered in Europe which are looking for flexible IT security solutions for pan-European and global deployment.

US expansion and new product

The Company is also actively pursuing expansion plans in the US through its US subsidiary, iWebGate Corp, expanding its sales and engineering team in order to drive commercialisation of the platform in the region.

iWebGate expects to announce preliminary beta testing findings from its joint pilot project with SecureState to develop an IT Network Threat Monitoring and Defence Platform in the coming weeks. Following the successful completion of the joint pilot project, SecureState and iWebGate may enter into an agreement to develop the product into a commercially ready product, initially for the US cybersecurity market but with worldwide application.

Commenting on the successful listing and iWebGate's full year results, Timothy Gooch, Chief Executive Officer of iWebGate, said:

"iWebGate has made substantial progress during the year, hitting a number of major milestone acheivements, including the conversion of our cybersecurity product into a cloud-based platform technology, our listing on the Australian Securities Exchange and the establishment of sales and marketing teams in the APAC, the US and European regions. We see a number of opportunites to accelerate growth in FY16 and continue to focus on positioning ourselves as a leader in cybersecurity solutions globally."

- Ends -

Media
Fran Foo, Director
Media & Capital Partners
p: +61 416 302 719
e: fran.foo@mcpartners.com.au

Investors
Mark Harrell, Managing Director
iWebGate
P+61 8 9288 0623

About iWebGate

iWebGate, LTD is a technology company pioneering the Virtualization of Network Services. This new abstraction layer provides operational simplicity and new capabilities across all networks. iWebGate's segregation technology takes best practice DMZ Security and Cyber Kill Chain Processes and incorporates a "client delivery" model that enables secure provisioning to every segment of the market. Their software suite abstracts the network layer from all existing networks, allowing for internal stratification and endpoint security for all services and devices. iWebGate features a patented network linking technology, providing next generation VPN connectivity. All network services can be accessed via a secure, encrypted mobile container built for virtually every operating system and for any device: phone, tablet or laptop.

For more information, please visit: http://www.iwebgate.com/