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ACTIVITY REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015

- **Aleator exercises option to acquire Vonex Limited**
 - **Sale of Ukraine Assets**
 - **Share Purchase Plan**
 - **Capital raising heavily over subscribed**
 - **Completion of Unmarketable Parcel Share Sale Facility**
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The Directors of Aleator Energy Limited ("**Aleator**" or "**the Company**") are pleased to report on the Company's activities for the quarter ended 30 September 2015.

ACQUISITION TO ACQUIRE VONEX LIMITED

As announced on 8 July 2015, Aleator entered into a binding Heads of Agreement to acquire, at its option, 100% of the issued capital of Vonex Limited ("**Vonex**"). The option to proceed with the acquisition was subsequently exercised on 13 August 2015. The Acquisition is a strategic move by the Company's into the telecommunications and technology business to deliver rapid to install, scalable and cost effective telecommunication solutions to the global market and reduce its exposure to the energy exploration and production sector.

Full details of the terms of acquisition can be found in announcement dated 8 July 2015.

About Vonex

Vonex is a Perth-based, award winning technology and telecommunications company that has been leading in the development of new technologies in the communication industry for the past 6 years. Vonex is also the developer of the patent pending oper8tor technology that allows users to call or message any contact across any telecommunications or social media networks from a single app.

Vonex developed a cloud hosted PBX system which delivers innovative features to the business customer otherwise unachievable using conventional phone systems. With the addition of AMPT (Automated Management and Provisioning Terminal) Vonex has successfully cut the time of deploying PBX systems into offices from weeks to a matter of minutes. This innovation has the potential to save companies thousands of dollars in set up costs as well as massive savings in their telecommunications expenses ongoing. In addition the business model is extremely scalable.

Vonex also has its own retail telecommunications business, Vonex Telecom. This arm retails the hosted PBX, internet connections, NBN, Mobile and landline telephony packages at very competitive prices. This business has engaged 300 channel partners and is turning over around \$400,000 per month.

Vonex is an award winning company, last year winning the CRN Fast 50 in Australia as well as coming 16th in the Deloitte Fastest growing 500 Technology companies in the Asia Pacific region, ahead of such companies like CarsGuide.com.au and WebJet.

The company's development arm is currently developing an App that re-invents communications worldwide. Helping Vonex to achieve is vision of "connecting you and everyone across the globe by making all types of communication seamlessly interoperable."

This exciting project is called "oper8tor," the target market is both consumer and business and the app can be deployed worldwide. This patent pending phone app will dramatically increase the companies minutes sold due to its voice interoperability between Apps. The more competitors that come in to the market the more need for the oper8tor App as only one App will be required to talk to several, essentially working as a communications broker between social media and traditional telecommunications.

As it stands each user is required to download specific Apps to talk to another App (ie download Skype to talk to Skype, or Viber to Viber, or Facebook to Facebook, or Google to Google). Oper8tor will eliminate the need for that as you will only have to download one App that will seamlessly link all voice calls across multiple platforms and devices around the world as well as messaging and by doing so will create an incredibly disruptive piece of communication technology forcing notice. By linking all the different communication platforms including normal telephony and messaging services with social media platforms, oper8tor truly can revolutionise communicating on a global scale. The potential of this development is limitless and may result in the company becoming a leading name in communications worldwide.

Vonex Limited brings with it a leading team of telecommunication engineers and a strong management team with the ability to grow and scale the company quickly into a global market.

Aleator completed substantive due diligence investigations on Vonex to its satisfaction on 2 September 2015 and has recently lodged a Notice of Meeting to seek shareholder approval for the acquisition.

Aleator and Vonex plan to release a full form prospectus for the capital raising associated with the acquisition prior to the shareholders meeting.

SALE OF UKRAINE ASSETS

During the quarter Aleator announced that it had entered into a binding share sale agreement (**Agreement**) for the sale of Honoratus Investments Limited (**Honoratus**), the holding company of its Ukraine assets.

The material terms of the share sale agreement are as follows:

- The Purchaser will purchase 100% of the shares of Honoratus which are held by the Aleator, free from Encumbrances, with the Purchaser to assume all liabilities post Settlement;
- The Consideration payable is \$250,000; and,

- A non refundable deposit of \$50,000 has been received with \$200,000 payable at Settlement which has now occurred.

The sale allows Aleator to be released from all liabilities and obligations, leaving the Company free to continue its strategic shift to the telecommunication sector through its acquisition of Vonex Limited.

The Company will maintain its interests in the Golden Eagle project in Utah, USA and the Johnston Range iron ore royalty.

SHARE PURCHASE PLAN

During the quarter the Company completed a share purchase plan which closed heavily oversubscribed. The Company received 364 applications for \$3,319,000 worth of shares, nearly five times the amount being sought of \$700,000.

The proceeds from the Share Purchase Plan have been used to fund:

- the costs of the proposed transaction with Vonex Limited;
- the payment of trade creditors;
- minimum expenditure commitments on existing energy projects; and
- general administration and corporate overheads.

FUNDING COMMITMENTS

To complete the acquisition of Vonex, Aleator is required to issue a full form prospectus and raise a minimum of \$3 million. The Company was pleased to advise on 24 September 2015 that it had received funding commitments of \$4.5 million priced at \$0.015 per share (pre-consolidation). The Company also intends to consolidate its shares on a 3 to 1 basis, subject to shareholder approval in the upcoming shareholders meeting. The pricing and consolidation factor were determined following extensive discussions with Institutional, Sophisticated and Professional investors to result in a post-acquisition capital structure that is better suited to allowing the Company to achieve its objectives.

The Company received firm bids exceeding \$8 million from Australian and International Institutional, Sophisticated and Professional investors, significantly in excess of the \$3.5 million initially being sought.

The Company also accepted, subject to shareholder approval, bids of a total combined value of \$250,000 from directors of the post transaction company.

Settlement of the capital raising is on a deferred basis, with funds required (to be held on trust) subject to shareholder approval of the transaction at a general meeting and the lodgement of a full form prospectus.

COMPLETION OF UNMARKETABLE PARCEL SHARE SALE FACILITY

Aleator also completed the Unmarketable Parcel Shares Sale Facility announced on 16 July 2015 following the sale of 6,088,947 shares for 3,985 shareholders. The sale price was 1.5 cents per Share, being the equivalent price to the funding commitments announced on 24 September 2015.

The Unmarketable Parcel Share Sale Facility allowed shareholders with less than a marketable parcel of shares to exit the Company's register without brokerage fees or other costs, thereby reducing the Company's administrative and other share registry fees associated with these small holdings.

Aleator advises that payment for the proceeds from the sale of unmarketable parcels to participants was made on Friday 30 October 2015.

THE GOLDEN EAGLE GAS FIELD

The Company continues to maintain the wells in good standing and to assess its options to progress the exploration and development of the Golden Eagle Gas Field in a low commodity price cycle for energy in North America.

ENDS.

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