

NetComm Wireless successfully completes \$50 million placement to fund global growth initiatives

21 April 2016: NetComm Wireless Limited (ASX: NTC) is pleased to announce that it has successfully completed the fully underwritten placement of ordinary shares to global and domestic sophisticated, professional and other institutional investors (**Placement**) announced on Wednesday, 20 April 2016, raising \$50 million.

The Placement was heavily oversubscribed and the Placement shares were issued at \$2.95. This represents a premium to the underwritten floor price and a 5.8% discount to the 5-day volume weighted average share price.

Australia, via the National Broadband Network (nbn), is the first country globally to roll-out high speed fixed wireless broadband to regional markets. With the Ericsson/nbn project being the only demonstrable in-field solution globally, NetComm Wireless was successful last year in signing a fixed wireless Master Purchase Agreement with one of the two largest USA based telecommunications carriers – this is the second large scale high speed fixed wireless project globally.

Leveraging NetComm Wireless' first mover advantage in high speed fixed wireless broadband solutions, the Company has a number of very large potential global growth opportunities it is pursuing. To support these domestic and offshore opportunities, and underpin NetComm Wireless' next phase of global growth while further strengthening the Company's balance sheet, the Placement proceeds will fund:

- additional investment in engineering (R&D) resources, with a planned increase in engineers from 80 currently to over 122, to further develop NetComm Wireless' software and new product solutions for existing and potential customers;
- additional investment in sales & marketing, customer relationship management and support resources, with a planned increase from 60 currently to 74, to support the Company's new business and existing opportunities;
- additional infrastructure to ramp up delivery of existing contracts given the rollout profiles of the Ericsson/nbn project and the fixed wireless project with one of the two largest USA based telecommunications carriers;
- enhanced capabilities to progress new global fixed wireless opportunities already in the Company's pipeline;
- development and acceleration of a number of major projects that will continue to position NetComm Wireless at the forefront of fixed wireless and M2M globally;
- repayment of the Company's existing debt facility; and
- the general working capital needs of the business.



The Placement has introduced a number of new high quality global and domestic institutional investors to NetComm Wireless' share register. NetComm Wireless welcomes these new shareholders and also thanks existing shareholders for their strong support.

Commenting on the successful Placement, NetComm Wireless Managing Director & CEO David Stewart said:

"I am delighted that NetComm Wireless continues to attract high quality institutional investors to its share register, both from Australia and offshore. The \$50 million Placement proceeds received by NetComm Wireless will enable the Company to invest in additional people, infrastructure and resources that will underpin the Company's next phase of growth while maintaining a strong balance sheet.

"We have successfully grown an Australian business into a leading global telecommunications' technology enterprise. We have a number of attractive global growth opportunities being progressed that will successfully build on last year's signing of a fixed wireless Master Purchase Agreement with one of the two largest USA based telecommunications carriers.

"In order to reward existing shareholders for the support they have provided to NetComm Wireless, we have also announced a share purchase plan to raise up to an additional \$10 million.

"We see a very bright future with long-term sustained growth. Having led the company for almost 20 years and seen how it has evolved into today's business, I am particularly excited by the attractive growth opportunities we see ahead of us."

Goldman Sachs and Canaccord Genuity were Joint Lead Managers and Underwriters to the Placement.

Settlement of the Placement is scheduled to take place on Wednesday, 27 April 2016, with allotment and quotation of shares expected to occur on ASX on Thursday, 28 April 2016.

As previously announced, the Company will also be undertaking an offer to eligible NetComm Wireless shareholders to participate in a Share Purchase Plan (**SPP**) to raise up to an additional \$10 million. Under the SPP, eligible NetComm Wireless shareholders will have the opportunity to subscribe for up to \$15,000 worth of NetComm Wireless ordinary shares at the Placement price of \$2.95 without incurring brokerage or other transaction costs.

An SPP Offer booklet containing further details of the SPP offer will be sent to all eligible NetComm Wireless shareholders shortly.

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About NetComm Wireless

NetComm Wireless Limited (ASX: NTC) is a leading developer of innovative broadband products sold globally to major telecommunications carriers, core network providers and system integrators.

For 33 years NetComm Wireless has developed a portfolio of world first data communication products and is a respected global provider of 3G and 4G wireless devices servicing the major telecommunications carrier, Machine-to-Machine (M2M) and Fixed Wireless markets. NetComm Wireless' products are designed to meet the growing needs of today's data-intensive home, business and industrial broadband applications and customised to optimise performance in line with global network advancements.

Headquartered in Sydney, Australia, NetComm has offices in New Zealand, North America, Japan and Europe.

For more information about NetComm Wireless visit: www.netcommwireless.com