ASX

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

29 July 2010

iiNet Limited

TRADING HALT

The securities of iiNet Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Monday, 2 August 2010 or when the announcement is released to the market.

Security Code:　　　IIN

Jill Hewitt
Senior Adviser Issuers (Perth)

iinet
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The Manager
Company Announcements Office
Australian Stock Exchange
Exchange Plaza, 2 The Esplanade,
Perth WA 6000

29 July 2010

Dear Sirs

Trading Halt

iiNet Limited (ASX Code: IIN) (the Company) requests a trading halt under Listing Rule 17.1 with immediate effect, pending the announcement of a potential acquisition.

The Company requests a two (2) day trading halt, and envisages making an announcement to the ASX concerning the proposed transaction prior to the market opening on Monday 2 August 2010 which will lift the trading halt.

The Company is not aware of any reason why the trading halt should not be granted by ASX.

Regards

David Buckingham
Company Secretary

About iiNet

iiNet was established in 1993 and listed on the ASX in 1999, growing from a small Perth business into the third largest Internet Service Provider in Australia. The company now supports around 900,000 broadband, telephony and dialup services nationwide, with revenues of over $500m, and proudly employs over 1400 people in Perth, Sydney, Melbourne, Auckland and Cape Town.

iiNet's goal is to lead the market with the best internet access products and then differentiate with genuine, plain speaking customer service. The company has its own high speed ADSL2+ network reaching around 4million households across Australia; the largest Voice over IP network in the country; and is delighted to have led yet again with BoB™, winning 2009's *Product* category at the Western Australian Technology and Telecommunications Awards.

For further information or interviews, please contact:

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