

## **NetComm Wireless to undertake \$50 million raising to fund global growth initiatives**

**20 April 2016:** NetComm Wireless Limited (ASX: NTC) announces that it is undertaking a fully underwritten placement of ordinary shares to eligible sophisticated, professional and other institutional investors to raise \$50 million (**Placement**).

The Placement is jointly lead managed and underwritten at a floor price of \$2.93 by Goldman Sachs and Canaccord Genuity (**JLMs**). This floor price represents a 9.9% discount to the closing price on 19 April 2016. A variable price bookbuild is being undertaken by the JLMs to determine the final Placement price. The Placement comprises an issue of up to 17,064,846 ordinary shares in NetComm Wireless depending on the final Placement price achieved.

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 is within NetComm Wireless' existing capacity under ASX Listing Rule 7.1 and accordingly no shareholder approval is required to issue the shares under 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.

### **Share Purchase Plan**

In addition to the Placement, the Company will also be undertaking an offer to eligible NetComm Wireless shareholders with registered addresses in Australia or New Zealand to participate in a Share Purchase Plan (**SPP**) to raise up to an additional \$10 million.

The SPP will provide each eligible NetComm Wireless shareholder at 5:00 pm (AEST) on 19 April 2016 with the opportunity to subscribe for up to \$15,000 worth of NetComm Wireless ordinary shares at the final Placement price 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.

NetComm Wireless reserves the right to scale back applications under the SPP. The SPP is not underwritten.

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### **For further information please contact:**

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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](http://www.netcommwireless.com)