

23 March 2018

Company Announcements Office  
ASX Limited  
Level 40, 152-158 St George's Terrace  
PERTH WA 6000

Dear Sir/Madam

**INFORMATION REQUIRED UNDER LISTING RULE 3.10.5A**

The Company provides the following information as required under ASX Listing Rule 3.10.5A in respect of the shares issued under the Company's 10% Placement Capacity under Listing Rule 7.1A on 21 March 2018:

- a) The dilutive effect of the Placement on existing shareholders is as follows:

Number of shares on issue prior to the Placement: 1,167,430,387

|   | Shares               | Dilution    |
|---|----------------------|-------------|
| Shares issued under LR 7.1                  | -                    | 0%          |
| Shares issued under LR 7.1A                 | 80,000,000           | 6.4%        |
| <b>Total shares on issue post placement</b> | <b>1,247,430,387</b> | -           |
| <b>Total dilution</b>                       | -                    | <b>6.4%</b> |

Details of the Company's issued capital following completion of the share issue under Listing Rule 7.1A held by pre-issue shareholders and new shareholders are as follows:

|   | Shares               | Percentage  |
|---|----------------------|-------------|
| Pre-issue shareholders who did not participate in the new issue | 1,124,817,717        | 90.2%       |
| Pre-issue shareholders who participated in the new issue        | 66,112,670           | 5.3%        |
| New shareholders who participated in the new issue              | 56,500,000           | 4.5%        |
| <b>Total</b>  | <b>1,247,430,387</b> | <b>100%</b> |

- b) The 80,000,000 shares issued under Listing Rule 7.1A were issued to sophisticated and professional investors under a placement and not a pro-rata issue as it was considered to be the most efficient mechanism for raising capital for the Company at the time;
- c) There were no underwriting arrangements entered into in respect of the Placement; and
- d) Commission for the Placement was 6% (plus GST) of total funds raised.

<ENDS>

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| <b>Company:</b><br><b>Paul Ostergaard</b> , CEO & Founder<br><b>Office:</b> +61 8 9200 3500<br><b>Web:</b> <a href="http://www.norwoodsystems.com">www.norwoodsystems.com</a><br><b>Twitter:</b> @norwoodsystems, @paulostergaard | <b>Investor Relations:</b><br><b>Shane Murphy</b> , FTI Consulting<br><b>Office:</b> +61 8 9485 8888<br><b>email:</b> <a href="mailto:shane.murphy@fticonsulting.com">shane.murphy@fticonsulting.com</a><br><b>Mobile:</b> +61 420 945 291<br><b>Twitter:</b> @ShaneWMurphy |
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### **About Norwood Systems**

Norwood Systems Ltd (ASX:NOR) is revolutionising mobile voice, messaging, data and cyber security services through its pioneering award-winning virtual mobile services platform, Corona® and its award-winning Apps, World Phone®, World Message™, World Secure™ and World Wi-Fi™.

The Company's breakthrough offerings deliver Over the Top (OTT) connectivity, knowledge and intelligence services. Norwood's products and services are targeted at a broad spectrum of prospective customers from individuals through to large enterprises and government agencies.

Norwood has delivered services to more than 6 million customers since launching its platform in mid-2014, servicing people in 200+ countries & territories and 5000+ cities worldwide and has achieved a 4+ App Store rating on all published Apps.

Norwood Systems listed on the ASX in June 2015 and trades with the stock ticker NOR.