

ASX RELEASE

4 September 2015

VESTING OF TRANCHE 2 PERFORMANCE RIGHTS – APPENDIX 3Y

ZipTel Limited (**ASX: ZIP**, "the **Company**") wishes to advise that pursuant to the Company's Performance Rights Plan approved by shareholders at the Annual General Meeting held on 28 November 2014, 1,500,000 Performance Rights (Tranche 2) have vested to each of Mr Umberto Mondello (CEO) and Mr Keaton Wallace (Executive Director). The relevant Appendix 3Y's are attached.

-Ends-

For more information please contact:

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About ZipTel

ZipTel is an Australian owned and operated telecommunications business focused on providing international roaming and calling solutions to the consumer, using state of the art technologies developed and wholly owned by ZipTel Limited. ZipTel listed on the ASX in July 2014 with its core focus primarily on the distribution of three core communications products, both domestically and internationally.

For more information please visit www.ziptel.com.au.

About ZipT

ZipT is a free to download mobile-based international communication application that allows consumers to SMS and make international calls from their mobile, at some of the world's lowest rates. ZipT has the ability to deliver crystal clear sound quality in lower bandwidth data environments and allows consumers to retain their existing phone number, service provider and SIM card, with no lock-in contracts. ZipT does not require a sim card and can be installed on any smartphone or tablet device. ZipT uses less data than similar products already available on the market, and is compatible with WIFI or any other mobile network.

For more information visit www.zipt.com

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/09/01 Amended 01/01/11

Name of entity	ZipTel Limited
ABN	41 108 042 593

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Mr Umberto Carmelo Mondello
Date of last notice	1 May 2015

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	<ol style="list-style-type: none">1. Indirect2. Indirect
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	<ol style="list-style-type: none">1. UCM Holdings Limited2. Indomain Enterprises Pty Ltd <The UC Mondello Family Account>
Date of change	4 September 2015
No. of securities held prior to change	<ol style="list-style-type: none">1. 8,307,500 Ordinary Shares 4,153,750 Options2. 1,500,000 Ordinary Shares 1,500,000 Performance Rights
Class	<ol style="list-style-type: none">1. Fully paid Ordinary Shares Options exercisable at \$0.30 on or before 31 December 20162. Fully paid Ordinary Shares Performance Rights
Number acquired	<ol style="list-style-type: none">1. Nil2. 1,500,000 Ordinary Shares
Number disposed	<ol style="list-style-type: none">1. Nil2. 1,500,000 Performance Rights
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	Nil

+ See chapter 19 for defined terms.

Appendix 3Y

Change of Director's Interest Notice

No. of securities held after change	1. 8,307,500 Ordinary Shares 4,153,750 Options 2. 3,000,000 Ordinary Shares
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Issued pursuant to the Company's Performance Rights Plan.

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	N/A
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	
Interest acquired	
Interest disposed	
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	
Interest after change	

Part 3 – +Closed period

Were the interests in the securities or contracts detailed above traded during a +closed period where prior written clearance was required?	No
If so, was prior written clearance provided to allow the trade to proceed during this period?	N/A
If prior written clearance was provided, on what date was this provided?	N/A

+ See chapter 19 for defined terms.

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Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/09/01 Amended 01/01/11

Name of entity	ZipTel Limited
ABN	41 108 042 593

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Mr Keaton Paul Wallace
Date of last notice	1 May 2015

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	<ol style="list-style-type: none">1. Indirect2. Direct3. Indirect
Nature of indirect interest (including registered holder) <small>Note: Provide details of the circumstances giving rise to the relevant interest.</small>	<ol style="list-style-type: none">1. KW Investment Holdings Pty Ltd2. Keaton Paul Wallace3. Keaton Paul Wallace <The Wallace Investment Account>
Date of change	4 September 2015
No. of securities held prior to change	<ol style="list-style-type: none">1. 7,242,500 Ordinary Shares 3,621,250 Options2. 45,000 Ordinary Shares3. 1,500,000 Ordinary Shares 1,500,000 Performance Rights
Class	<ol style="list-style-type: none">1. Fully paid Ordinary Shares Options exercisable at \$0.30 on or before 31 December 20162. Fully paid Ordinary Shares3. Fully paid Ordinary Shares Performance Rights
Number acquired	<ol style="list-style-type: none">1. Nil2. Nil3. 1,500,000 Ordinary Shares

+ See chapter 19 for defined terms.

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Change of Director's Interest Notice

Number disposed	<ol style="list-style-type: none"> 1. Nil 2. Nil 3. 1,500,000 Performance Rights
Value/Consideration <small>Note: If consideration is non-cash, provide details and estimated valuation</small>	Nil
No. of securities held after change	<ol style="list-style-type: none"> 1. 7,242,500 Ordinary Shares 3,621,250 Options 2. 45,000 Ordinary Shares 3. 3,000,000 Ordinary Shares
Nature of change <small>Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back</small>	Issued pursuant to the Company's Performance Rights Plan.

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	N/A
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change <small>Note: Details are only required for a contract in relation to which the interest has changed</small>	
Interest acquired	
Interest disposed	
Value/Consideration <small>Note: If consideration is non-cash, provide details and an estimated valuation</small>	
Interest after change	

+ See chapter 19 for defined terms.

Part 3 – ⁺Closed period

Were the interests in the securities or contracts detailed above traded during a ⁺closed period where prior written clearance was required?	No
If so, was prior written clearance provided to allow the trade to proceed during this period?	N/A
If prior written clearance was provided, on what date was this provided?	N/A

⁺ See chapter 19 for defined terms.