

2 March 2016

Flexepin commences commercial transactions in Canada

Highlights

- Flexepin commences commercial operations in Canada
- Extensive distribution network established with 15,000 retail points of presence throughout Canada
- Merchant growth expected to continue with several negotiations at an advanced stage

Novatti Group Limited (“Novatti”) advises that its voucher service Flexepin has commenced commercial operations in Canada through Payment Source Inc (“Payment Source”), Canada’s largest retail distribution network for prepaid products.

The Company’s Flexepin vouchers are now able to be sold throughout the Payment Source distribution network of 15,000 retail points.

Novatti remains focussed on expanding its merchant network in both Australia and Canada with a number of merchant agreement negotiations at an advanced stage.

Flexepin vouchers provide customers with a secure and convenient way to make online purchases and to top up digital wallets and accounts, reducing the threat of online fraud. Typical merchants include ecommerce companies and companies whose customers have accounts such as financial institutions and gaming companies.

Flexepin will receive a fee for each Flexepin voucher sold on the Payment Source network.

Novatti CEO Peter Cook noted, “Management are delighted that the expansion of Flexepin into Canada has occurred very much on target and that commercial negotiations with additional merchants and distribution networks are well advanced. The distribution agreement with Payment Source provides Flexepin with a significant and immediate presence in the Canadian market, where cash vouchers are an attractive proposition to millions of consumers looking for privacy and security in their online transactions.”

About Flexepin

Flexepin vouchers provide customers with a secure and convenient way to make online purchases and to top up digital wallets and accounts, reducing the threat of online fraud. Flexepin is a product of Novatti subsidiary Flexewallet Pty Ltd (Flexewallet). Flexewallet holds an Australian Financial Service Licence number for Non Cash Payments (AFSL 448066)

About Novatti Group (ASX:NOV):

Novatti, an Australian-based company, is an award-winning global software technology and payment services provider, with an emphasis on the development and delivery of high volume and mission critical systems. Novatti's reliable and efficient software solutions include Consumer Digital Wallet, Electronic Top-Up, Mobile Money, Bill Payments, Remittance Services, Voucher Management Systems (PINs & PINless) and Electronic Voucher Distribution Systems. Novatti's transaction processing services include TransferBridge, a worldwide remittance network, and Flexepin, an open loop cash voucher.

For further information, contact:

Peter Cook

CEO

+61 411 111 153

www.novatti.com

