

ASX Announcement

Melbourne IT (ASX: MLB)

1 April 2016

Update on the Dividend Reinvestment Plan ("DRP")

Further to the statement made in the Investor Presentation released on 16 March 2016, the Board of Melbourne IT has decided that the Company will not underwrite its DRP.

As announced on 24 February 2016, the DRP will operate in respect of the final dividend for the period ended 31 December 2015. Further details are available from the DRP section in the Company's website (<http://melbourneit.info/investor-centre/dividend-reinvestment-plan>).

Edelvine Rigato

Company Secretary

E: edelvine.rigato@melbourneit.com.au

T: +61 2 9215 6164

M: +61 400 830 992

ENDS

About Melbourne IT

Melbourne IT Group is a publicly listed company with offices in Melbourne, Sydney, Brisbane, Wellington, Auckland and Canberra. Melbourne IT's purpose is to "Fuel our customers' success through the smart use of technology". By 2020 we aim to have fuelled the success of over one million businesses. Our customers will love us, our people will be our most passionate advocates, and our investors will be rewarded.

Melbourne IT has approximately 450 staff and operates two businesses marketed under 6 brands.

The Small and Medium Business Division (SMB) is Australia's largest domains and hosting business with revenues of approximately \$110m and 210 staff. The SMB business operates under the Melbourne IT, WebCentral, Netregistry brands and TPP brands.

The Enterprise Services Business (ES) is Australia's leading cloud enabled software and services business with revenues of approximately \$40m and 200 staff. ES is based in Sydney, Melbourne and Brisbane and has a blue chip customer base. It operates under two brands, Melbourne IT and Outware Systems.

Visit: www.melbourneit.com.au