

7 May 2019

SPP Scale-back Policy and Additional Placement to Directors and Management

Spirit Telecom Limited ("Spirit" ASX:STI) advises of the Share Purchase Plan Scale-back Policy and an additional Placement to Directors and Management of the Company.

Share Purchase Plan Scale-back Policy

As announced on 3 May 2019, the Share Purchase Plan (**SPP Offer**) which closed on 2 May 2019 was heavily supported by eligible shareholders, with applications in excess of \$3 million received under the SPP Offer.

This level of applications exceeds the capped amount of \$1 million under the SPP, and the Board has determined not to accept applications in excess of this amount.

As a consequence of the oversubscription, the Board has determined to scale back the issue of the SPP shares. The scale back policy to be implemented will provide for holders requesting \$3,000 or less to be allocated of \$1,000 of shares. All remaining shareholders will be scaled back approximately one-third of the requested amount.

The new shares will be issued to eligible applicants on Thursday, 9 May 2019. Holding statements will be despatched, and refunds of subscription monies due to the scale back will be made on or around Monday, 13 May 2019.

Additional Placement to Directors and Management

At the time of the recent \$4.2 million placement and subsequent SPP it was agreed with the broker and major shareholders involved that Directors Mr Geoff Neate and Mr James Joughin will participate in a share placement, on the same terms as the Placement announced on 3 April 2019, for an issue of up to 1,666,667 fully paid ordinary shares, at an issue price of \$0.12 (12 cents) per share, subject to shareholder approval at a General Meeting to be scheduled shortly. The Company's Chief Operating Officer, Mark Dioguardi, will also participate in the additional Placement for an issue of up to 833,333 fully paid ordinary shares at the same issue price of \$0.12 (12 cents).

The additional Placement to Directors and Management will raise \$300,000.

The Company will utilise part of its capacity under ASX Listing Rule 7.1 for the issue of 833,333 shares to the Chief Operating Officer.

Funds raised from this additional Placement will be used to fund the Company's general working capital requirements and to fund growth of the Company.