

ASX ANNOUNCEMENT

8 May 2017

Norwood Successfully Closes Rights Issue

‘Sharing Economy’ telecommunications pioneer Norwood Systems Ltd (Norwood or the Company) (ASX: NOR) is pleased to announce that the fully underwritten rights issue to raise funds to advance marketing and sales closed successfully on 3 May 2017. The rights issue provided existing shareholders an opportunity to acquire 2 new shares for every 15 existing shares held at an issue price of \$0.016 per share to raise \$2.07m (before costs). The rights issue was fully underwritten by Grange Capital Partners.

The Company received valid applications from shareholders under the Rights Issue for \$557,470.96. In addition, existing shareholders submitted applications for a further \$219,956.61 and this, with the balance of \$1,293,568.86, will be allocated under the shortfall offer in consultation with the underwriter.

In accordance with the timetable for the Rights Issue, the Company expects that holding statements in respect of the Rights Issue securities will be dispatched to shareholders on 11 May 2017. It is anticipated that the new securities will commence trading on the ASX on 11 May 2017.

The Board thanks shareholders for their continued support.

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Background

Norwood Systems provides voice, messaging and data services to consumers, enterprises, and carriers globally, leveraging its federated telecommunications service network and partnerships. Our mission is to deliver disruptive end-user communications apps that streamline and simplify how users around the world can access affordable, high-quality telecommunications services – anywhere, anytime.

Customers in over 5,000 cities and 200 countries are using Norwood’s services today with the **World Phone** App. Recently, Norwood Systems released the **World Message** App, giving users seamless and cost effective international SMS and instant messaging functionality. The company is also developing the **World Wi-Fi** App, giving users seamless access to more than 36 million Wi-Fi Access points around the world.

Norwood Systems has built up a significant pipeline of prospects, including global players in the areas of aviation, professional services, banking, telecommunications, engineering and legal services. These prospects are motivated by various benefits of our Enterprise solution, Corona, and augmenting their loyalty offerings with distributed or white labelled World Apps.

About Norwood Systems

Norwood Systems Ltd (ASX: **NOR**) is revolutionising the 'Shared Economy' delivery of high-quality telecommunications services for individual business travellers and entire organisations globally. The Company listed on the ASX on 16 June 2015.

Norwood Systems was founded in 2011 to develop and supply the best possible global voice, data and messaging solutions using Over-The-Top (OTT) technologies. The Company's current breakthrough offerings include Enterprise communications platforms, **Corona® Cloud**, and **Corona GTS**, that works seamlessly and effortlessly with the advanced **World Phone** and **World Message** Apps.

The **Corona** platform is an award-winning, enterprise-class service that integrates compatible mobile devices securely and seamlessly with the organisation's existing Unified Communication or PBX networks, independent of their location. This provides the incredible benefits of true BYOD, identity management, and regulatory compliance management.

World Phone and **World Message** are revolutionary OTT communications Apps, delivering 'Shared economy' consumer and enterprise access to leading network service providers around the world. They provide unparalleled local access to high-quality voice and SMS networks in more than 90 countries. **World Phone** is currently available on iOS and Android. **World Message** is currently available on iOS, with an Android release coming soon.