NEXTDC

ASX Release

22 March 2011

NEXTDC'S EXPANSION TO SYDNEY MARKET - UPDATE

Following its ASX Announcement on 11 March 2011, the Directors of NEXTDC Limited (ASX:NXT) ("**the Company**" or "**NEXTDC**") are pleased to advise that the Company now has executed a formal Contract to acquire vacant land to construct a data centre facility in Northern Sydney.

The Contract is subject to a formal due diligence process, which has now commenced. On satisfaction of due diligence, the Board anticipates the acquisition will be concluded by the end of April 2011.

Details of further progress will be provided to investors in upcoming business updates.

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For more information:

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About NEXTDC

NEXTDC was established in May 2010 by one of Australia's most successful information technology and internet entrepreneurs, Mr Bevan Slattery, to build and operate carrier and systems integrator neutral data centres in Australia and New Zealand. The Company is planning to offer a range of highly flexible, scalable, resilient, energy efficient and secure data centres and related services to corporate, government and wholesale customers.

NEXTDC's green facilities are being designed to address the market's growing appetite for energy efficient, neutral facilities in which organisations can host their critical IT infrastructure, and also to address the emergence and growth of cloud (internet-based) computing.

As a cloud enabler, NEXTDC's enterprise-class data centre facilities address the challenges of security, connectivity and neutrality that have hindered the wider acceptance of cloud computing.

Further information is available at www.nextdc.com