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Oncard International Limited
ACN 084 800 902
GPO Box 2334
Melbourne 3001 Australia
Level 9, 356 Collins Street
Melbourne 3000 Australia
Tel: + 61 410 558 674
Fax: + 61 3 9923 6066

Company Announcements Division

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COMPANY ANNOUNCEMENT

CAPITAL RAISING TO FUND ASIA PACIFIC EXPANSION

OnCard International Limited announces plans for a $8 million to $10 million capital raising to fund ongoing expansion.

Ends

Ian Riley

Company Secretary

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Melbourne 3000 Australia
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OnCard International Announces $8M-$10M Capital Raising to Fund Ongoing Expansion In Asia Pacific

Company to set up regional payment, switching & processing platform

Melbourne, 13 April 2007: ASX-listed OnCard International Limited (ASX: ONC), one of Asia's largest card marketing, issuing and management companies, is finalising details of an intended placement of 20 million shares to help fund the second phase of its growth strategy as it prepares to increase its market penetration into the loyalty, rewards and payments processing sector in Asia – with a particular emphasis on China.

The capital raising, which is intended to raise between $8m-$10m, will be led by Bell Potter Securities and supported by a number of other broking firms.

OnCard Chairman Peter Abotomey said OnCard is well on track to meet its ambitious target of issuing 10 million cards in 10 countries by 2010 and to achieve an inaugural profit in this financial year – the company's first full year of operation following the implementation of a comprehensive card issuing and management business strategy.

He said the company had also established itself as the leading legal provider of pre-paid and gift cards in the China market with more than five million cards issued to date.

"Given OnCard's solid performance and successful establishment of a strong regional and China-focused card issuing and management footprint, the company is now set to move into the second phase of its growth," Mr Abotomey said.

"The funds generated through the upcoming capital raising are planned to be used to establish a Hong Kong registered wholly-owned subsidiary called Consolidated Payment Services Limited to operate regional transaction switching hubs in Hong Kong and China.

"Consolidated Payment Services Limited will allow us to process ATM, EFTPOS and e-payment transactions for customers right across the region. The new hubs in Hong Kong and China are in addition to one we currently run in New Zealand and will allow us to provide organisations across the region in the banking, airline, insurance and retail sectors with complete end-to-end loyalty, reward, payment, switching and processing capabilities.

"The capital raising will also set OnCard up for the third phase of its growth when we will look to acquire key e-payment platforms that will be supported by our new regional switching centres."

About OnCard International Ltd:

OnCard International Ltd is a card marketing, issuing and management company that issues and manages loyalty, reward and payment card programs. These programs primarily operate through a regional OnCard International Ltd operating structure and its China joint venture company Shanghai Smart Service Co Ltd. MarketSMART International Ltd, the OnCard bank-end data processing platform, supports these programs.

OnCard operates in seven countries across Asia Pacific, and employs more than 200 people. Through its operating network, OnCard has over 5 million cards under issue or management across Asia Pacific, supported by more than 3,000 participating merchants. OnCard is listed on the Australian Stock Exchange (ONC) and its current shareholders include FCPA China Investments (II) Pty Ltd.
See www.oncard.com

About FCP China Investments (II) Pty Ltd and FCP Brencorp

FCP China Investments (II) is a joint venture between Hong Kong-based investment bank First Capital Partners Ltd and the Brencorp group of companies (FCP Brencorp). A key focus for FCP Brencorp is on the financial services sector in Asia and China, as well as the transportation, logistics and retail sectors in these markets. FCP Brencorp is also a material investor in Customers Ltd – another ASX-listed company involved in the financial services sector.
See www.fcpbrencorp.com

For more information, please contact:

Peter Abotomey, OnCard International:	+61 410 558 674
Nichole Ismay, Sefiani Communications Group:	+61 2 8920 0700
Chris Gray/Shiva Kumar, ICON Communications:	+61 2 8235 7600