



12 June 2006

Australian Stock Exchange
By ASX online

Norwood Systems Ltd
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PLACEMENT AND NOTICE UNDER SECTION 708A

Norwood Systems Ltd is pleased to report that it has today completed a placement of 5,166,666 shares at 3 cents each pursuant to a private placement. The securities are part of a class of securities quoted on the Australian Stock Exchange Limited (**ASX**).

The Company gives this notice pursuant to Section 708A(5) of the Corporations Act.

The shares were issued without disclosure to investors under Part 6D.2, in reliance on Section 708A(5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- the provisions of Chapter 2M of the Corporations Act; and
- Section 674 of the Corporations Act.

Yours faithfully

A handwritten signature in black ink, appearing to read "Jonathan Asquith", written over a horizontal line.

Jonathan Asquith
Director