

22 May 2014

The Manager
Market Announcements Platform
Australian Securities Exchange

T +61 3 8561 4200
F +61 3 9560 9055
E: info@worldreach.com.au

Profit Guidance

The Company reported in its recent Appendix 4C – March Quarter 2014, released on 30 April, that “...net profit was ahead of budget expectations for the quarter and year to date.” It concluded the 4C by stating “With the addition of sales of the new Iridium product, the Company expects to report a profitable performance in 2013/14.”

The Company is pleased to further report that the Iridium product, branded as the “Iridium GO!”, a new style of satellite communication device providing satellite access via a smartphone, is now in production. The Company expects to deliver 5000 of the initial 10,000 unit order of this product by 30 June 2014, generating revenue of US\$1.8m.

Strong sales of existing products to core global distributors have also continued into May.

Consequently the Company now anticipates it will be reporting a profit result in excess of budget. A net profit is expected in the region of \$350k to \$450k for the full year to 30 June 2014 (FY14). EBIT is expected in the range \$950k to \$1050k and EBITDA \$1800k to \$1900k.

The balance of the minimum contracted sales of the “Iridium GO!”, being another 5000 units, is expected to be completed early in the new financial year. It is also anticipated that there will be further orders through FY15 and that the Company will forecast continued profitable performance into FY15.

The Company is currently preparing a more detailed report on performance and future opportunities, as an “Investor Update”, which will be released to the ASX later today or tomorrow morning.

Yours faithfully



Michael Capocchi
Managing Director