

e-business systems ltd

Announcement

e-Business Systems Ltd
ACN 107 353 695

Registered office:
365 Montague Road
West End
Queensland 4101

Telephone: 1300 130 110
Fax: 07 3009 0067

Address for correspondence:
PO box 6106
Buranda
Queensland 4102

Contact

Agim Isai

Managing director

aisai@ebusinesssystems.com.au

Website:

www.ebusinesssystems.com.au

Directors:

Geoff Marshall

Paul Lynch

Agim Isai

Company secretary:
Jeremy Martineau

NSX code: EBS

1 May 2012

Proposed Sale of Corpnet (Australia) Pty Ltd

EBS advises that it has today exchanged contracts with Logicalis Australia Pty Limited for the proposed sale of its IT services subsidiary Corpnet. Completion of the transaction (which involves a headline consideration of \$2.7m with an additional earn-out payment of up to \$0.6m dependent on EBIT performance by Corpnet for FY12) is conditional on the approval of EBS shareholders.

The board regards the proposed transaction as highly positive both for EBS shareholders and for Corpnet staff and customers. Shareholders are recommended to vote in favour of the resolution for approval of the sale.

Corpnet is an established and profitable IT services company founded in 2001. It is based in Brisbane and serves mid-market and enterprise customers not only in Queensland but nationally within Australia. Its strong reputation in the Queensland market providing data centre and managed services has always positioned it favourably both as a solid platform for growth via acquisition and as a viable target for a strategic acquirer in a market that is ripe for consolidation.

Logicalis is an enterprise-scale international IT solutions and managed services provider serving over 6,000 corporate and public sector customers and employing over 2,500 staff internationally. Through its operations in Europe, the Americas and Asia Pacific, it has acknowledged expertise in communications & collaboration, data centre & cloud services, and managed services, as well as established partnerships with technology leaders including Cisco, IBM and HP.

The Logicalis Group has annualised revenues of over \$1b and is a wholly owned subsidiary of Datatec Limited, which is listed on the Johannesburg and London AIM stock exchanges, with annual revenues of approximately \$5b.

Both companies believe that the combining of the two entities will result in a wider range of product and services solutions being offered to customers and improved opportunities for employees.

A resolution to approve the proposed transaction will be put to EBS shareholders at an EGM to be held in Brisbane on 1 June. A formal circular (including notice of EGM and proxy form for voting in the usual way) is being released to the market, and will be sent to shareholders,

The logo for e-business systems (EBS) is displayed vertically. It features the letters 'ebs' in a large, white, sans-serif font against a solid teal background. The 'e' is at the bottom, followed by 'b' and 's' stacked above it.

very shortly. This will provide shareholders with appropriate information on the proposed transaction including a summary of the sale agreement.

A handwritten signature in dark ink, appearing to read 'J. Martineau', with a horizontal line drawn underneath the name.

Jeremy Martineau
Company secretary
e-Business Systems Ltd