

23 August 2013

ANNOUNCEMENT
VentureAxess Group Limited - Shareholder Update

Credit Elect – Indonesian Joint Venture Update

Credit Elect Pty Ltd (“Credit Elect”) has now reserved the name of the foreign investment company in Indonesia as PT First Connex Indonesia (“First Connex”) and the establishment is now under way through an appointed Notary in Indonesia. The process of full government approval will take up to two months and upon completion of the government approval, the company will have issued share capital at US\$1m with initial minimum paid up capital of no less than US\$250,000. Credit Elect will hold up to 80% of the company as a foreign owner and may sell down some its equity over time.

It is intended that PT Megatronics Pratama Indonesia (“Megatronics”) as a partner of Credit Elect and a local company will initially hold 10% of First Connex increasing at a later date to 20% based upon performance.

Megatronics signs MOU with Silverlake Infrastructure and Logistics SBN BHD

On 22 August 2013 Megatronics signed a Memorandum of Understanding (“MOU”) with Silverlake Infrastructure and Logistics SBN BHD (“Silverlake”) which provides for Megatronics and Silverlake to enter into a Marketing Agreement.

The Marketing Agreement will enable Megatronics to act as a sales and marketing services agency in Indonesia for the purpose of providing credit and debit card outsourcing business services on behalf of Silverlake to identified banks and financial institutions in Indonesia. Megatronics has signed a binding heads of agreement with Credit Elect to assign its rights under the proposed Marketing Agreement to First Connex. Credit Elect, Megatronics, and First Connex will work together to implement the joint venture.

The MOU provides for the Marketing Agreement to include a success fee (one time fee) for securing each financial institution for Silverlake and monthly consultancy fees. The customer base is within 33 Regional Banks identified in 33 Regions of Indonesia which contain over 70 million in population. Megatronics and Credit Elect are developing the business and marketing plan for approval by Silverlake over the coming weeks which will lead to the execution of the Marketing Agreement and subsequent assignment to First Connex.

We will continue to announce our progress with the Indonesian Joint Venture. Please contact VAX Director David Hickie +61 (0) 408 580 087 if you have any questions concerning the Indonesian joint venture.

Simon Van Assche - Chairman
Phone: +61 (0) 3 9670 9030
Fax: +61 (0) 3 9606 0267
Mobile: +61 (0) 419 527 108