

CXN confirms guidance of results for FY2010 and initial guidance for FY2011

- **Confirms FY2010 guidance (unaudited) for reported revenue of \$11 million representing an increase of 182% on prior year**
- **Indicates FY2011 revenue guidance of \$38 million with an EBITDA of \$4 million**
- **Confirms extensions to contracts and rapid regional expansion delivering ahead of plan**
- **Expects significant growth forecast across all divisions**

Sydney & Hong Kong 21 June 2010: Data and transaction services company Connxion Ventures Limited (**ASX: CXN**) today announced that, subject to audit, its revenue for FY2010 will be approximately \$11m as compared to \$3.9m for FY2009. This \$11m represents a revenue run rate of approximately \$26m as at the end of June.

The company expects to report an EBITDA loss of \$3m, of which approximately 47% are one-off costs associated with restructuring the group throughout the year. At an operational level, the company expects to report an EBITDA loss of \$650k. The group has had a positive operational EBITDA for the last two quarters of FY2010, and will continue to do so for FY2011.

As a result of the basic operational structure now in place, CXN is pleased to provide initial guidance for FY2011 of revenue of \$38m and EBITDA of \$4m, an improvement in EBITDA of \$7m over FY2010.

The FY2011 forecast is based on contracted revenue from existing contracts, revenue from new projects announced in the last month, and contract extensions among existing CXN customers.

The Chairman Rod Olsen stated that the above results are in line with the Year 1 objectives the Board set when elected in July 2009, which were to:

1. Significantly increase revenue;
2. Broaden the product suite;
3. Expand into Asia;
4. Hire strong management across the region; and
5. Deliver an operationally profitable business with a strong outlook for 2011.

Mr. Olsen said, "The focus for 2011 is primarily on margin growth as well as revenue expansion across the region."

CXN's Chief Executive Officer Bill Brooks said the restructuring and growth initiatives undertaken by the company in 2010 have created a solid platform for profitable growth in the coming financial year.

"We anticipate strong growth in the coming year and based on our current forecast we expect to deliver a significant increase in revenue and record a maiden profit."

"The various businesses we have acquired are now well integrated into CXN; we have strengthened our customer relationships, we have

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locked in new contracts that enhance our recurring and predictable revenue streams, and major growth in Asia is underway. We are continuing to pursue a number of partnerships and strategic acquisitions that will strengthen our existing services and fast track our service offering in Asia with a specific focus on China.”

Connxion Ventures Strategy *“Unleashing Customer Intelligence.”*

CXN invests in and offers a complete data and transaction solution to clients that ranges from online document creation and delivery to payments, loyalty and rewards programs. CXN is positioned for continuous growth as companies are increasingly adopting these data and transaction related services to generate greater efficiencies and grow their business in this new and challenging environment.

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