



MEDIA RELEASE

MELBOURNE IT SELLS FTR TO RECORD HOLDINGS PTY LTD

MELBOURNE, Australia – 1 August 2013 – Melbourne IT (ASX: MLB) today announced it has divested its FTR division to Record Holdings Pty Ltd for a cash consideration of \$6.3 million. The execution of the sale agreement occurred today and the completion of the transaction will occur on August 31st, 2013.

The transaction has resulted in a loss on sale of approximately \$1.2 million. This loss will be accounted for in Melbourne IT's first half results ending June 30th, 2013.

"For many years now, FTR has been a global leader in its field but with the majority of Melbourne IT's focus on internet services, the FTR business is not a strategic fit with our company's long term plans," Melbourne IT CEO & Managing Director, Theo Hnarakis, said.

"We've had a strong working relationship with Record Holdings for several years and FTR is a perfect fit for their business, both technically and culturally. This deal makes excellent sense for both parties and it is gratifying to know that the FTR business, staff and customers could not be in better hands."

Record Holdings CEO & Managing Director, Peter Wyatt, said customers of both organisations would benefit from the acquisition.

"Our company is 100% focused on the court recording market and we are committed to developing FTR's leading technology even further to deliver customers the best possible experience. The combination of our companies opens the door to greater innovation in the digital recording market and builds upon the successful partnership between FTR and our Court Recording Solutions business announced last year," Mr Wyatt said.

Simon Jones, Chairman of Melbourne IT, added: "This continues the progress we have made in creating a more focused Melbourne IT, and is consistent with the goals we set for the Strategic Review."

ENDS.

About Melbourne IT

Melbourne IT (ASX: MLB) helps organizations of all sizes to successfully conduct business online. Our complete portfolio of Internet-based technology services drives business effectiveness and profitability for more than 400,000 customers.

The breadth of Melbourne IT's offering extends from helping small businesses build an online presence through to designing and managing the complex web environments of large enterprises and governments.

Melbourne IT's culture of integrity, innovation, collaboration and customer centricity has been built by more than 400 employees spread across Australasia and the United States. For more information, visit www.melbourneit.info.

Media contacts:

Tony Smith
Melbourne IT
+61 7 3230 7525
tony.smith@melbourneit.com.au