



ASX Release

1 July 2010

Wholesale Mobile Customer Contract

In line with its previously announced strategy of shifting its focus to becoming a leading player in the digital performance market, ComTel Corporation Limited (ASX: CMO) announces that it has agreed to terminate its supply contract with its largest prepaid wholesale customer.

In consideration for the early termination of the supply contract, the Company will receive an upfront cash payment of \$1.1 million which it intends on using to pay down debt. A further payment may be received in January 2011, conditional upon future growth in the customer's airtime volume between July 2010 and December 2010.

This agreement is subject to a number of conditions precedent including the wholesale customer entering into a direct airtime supply contract with Vodafone Networks Pty Limited.

About ComTel Corporation Limited

ComTel Corporation Limited (www.comtelcorporation.com.au) is an Australian ASX listed (CMO) online and mobile communication company. Its online publishing business (Empowered Communications) has 6 websites and a database of 500,000 plus members, who are sent targeted email advertising offers and research questionnaires based on the individual member's demographic profile and consumer preferences.

ComTel has a long-term Network Capacity Agreement with Vodafone Australia, selling postpaid and prepaid mobile phone offers online and via a dealer network under its Reward Mobile and Just Mobile brands.

For further information

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