

COMPANY ANNOUNCEMENT

17 December 2013

Reverse Corp Limited (ASX: REF) - Market Update

Reverse Corp Limited advises that based on interim unaudited management financial statements it expects EBITDA (earnings before interest, tax, depreciation & amortisation), before one-off non-recurring costs, to be between \$0.9 million and \$1.0 million for the half year ending 31 December 2013.

The anticipated result reflects:

- Higher call volumes for the 1800 Reverse service versus the same period last year
- Flow through of profitability improvements to the 1800 Reverse service resulting from turnaround initiatives implemented in 2013
- Benefits from a lower cost base and business simplification following management redundancies and the sale of the UK and Ireland businesses in 2013
- Continued revenue pressure in the TriTel payphone business from the decline in fixed line voice services
- Ongoing investment in the OzContacts.com.au online retail start-up which continues to grow revenues but is yet to reach profitability

The Company holds a Net Cash position of \$3.6 million and a Net Tangible Asset per security of 4.8c as at 30 November 2013.

Increased cash reserves will improve the Company's position to pursue strategic growth opportunities through acquisitions and new business development.

The Company continues to explore these opportunities in addition to reviewing all parts of the current business to maximise profitability.

By Order of the Board

Dion Soich
Company Secretary