

The Manager
Company Announcements Office
Australian Stock Exchange
Exchange Plaza, 2 The Esplanade,
Perth WA 6000

30 April 2010

Dear Sirs

iiNet announces completion of the Netspace Acquisition

iiNet Limited (ASX: IIN) is pleased to announce that it has completed the acquisition of Netspace today.

The purchase of the Netspace group was announced on 29th March 2010 for the cash consideration of \$40 million. Completion was subject to a number of administrative conditions which have now been satisfied.

“Thanks to the support of Netspace’s management and directors, the transaction has been very well received by Netspace staff and customers,” said Michael Malone, iiNet Chief Executive Officer. “We expect to see the business continue to grow and for both iiNet and Netspace to take advantage of the benefits of combined scale, infrastructure and know how.”

The acquisition has been funded through an extended three-year term cash advance bank facility of \$100 million with Westpac Banking Corporation.

About iiNet

iiNet was established in 1993 and listed on the ASX in 1999, growing from a small Perth business into the third largest Internet Service Provider in Australia. The company now supports around 900,000 broadband, telephony and dialup services nationwide, with revenues of over \$500m, and proudly employs over 1400 people in Perth, Sydney, Melbourne, Auckland and Cape Town.

iiNet’s goal is to lead the market with the best internet access products and then differentiate with genuine, plain speaking customer service. The company has its own high speed ADSL2+ network reaching around 4million households across Australia; the largest Voice over IP network in the country; and is delighted to have led yet again with BoB™, winning 2009’s *Product* category at the Western Australian Technology and Telecommunications Awards.

For further information or interviews, please contact:

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Commitment to Customer
Service – Consumer
ACOMMS Communications
Alliance & CommsDay
Awards 2009



WINNER
Australian Service
Excellence Award,
WA Call Centre Manager
of the Year,
National Customer Service
CEO of the Year
Customer Service Institute
of Australia (CSIA)



WINNER
Carrier of the Year 2010
Best Broadband Service
(Fixed or Wireless),
Chief Executive of the Year
Australian Telecom
Awards 2009