

ASX Release

Clever delivers 50% increase in EBITDA to \$1.69m

Strong demand for Fixed Wireless Broadband

Melbourne, 26 August, 2009: Clever Communications Australia Limited (“Clever”) (ASX:CVA), one of Australia’s largest fixed wireless broadband network operators, today released its financial results for the year to 30 June 2009 which demonstrate a significant improvement on the prior year.

Managing Director, Mr Scott Carter, said, “The company has achieved a significant turnaround from a \$3.5m loss in 07/08 to a NPAT of \$325k in 08/09. This result has been driven by continued growth in our high margin Fixed Wireless Broadband (on-net) services. Fixed Wireless Broadband (on-net) revenue has increased from \$4.4m in 07/08 to over \$5.4 in 08/09”.

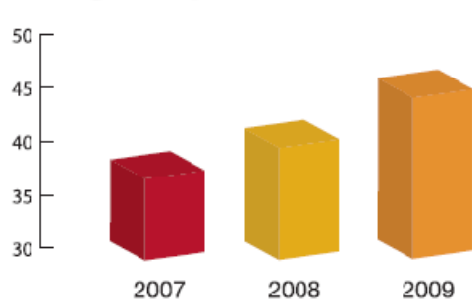
As the network owner and operator, Clever has minimal incremental costs to deliver Fixed Wireless Broadband (on-net) services. This, combined with our focus on the high value business market through a network of national channel partners, means the company is well positioned to capitalise on the increasing need for high bandwidth, high quality managed communication solutions.

Financial Highlights

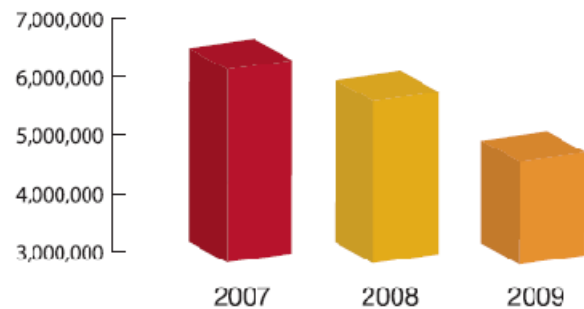
- **EPS** increased 108% to 0.29 cents per share
- **E BITDA*** increased 50% to \$1.69m
- **NPAT** of \$325k, representing a significant turnaround from \$3.5m loss in FY08
- **Gross Margin** increased 5 percentage points to 46% due to focus on high margin data services
- **Operating expenses** reduced by 15%
- **Operating cash flow** increased by 27%
- **Wireless (On-Net) revenue** increased by 21% to \$5.4m
- **Returned to compliance with all banking covenants**

*EBITDA excludes one-off restructuring costs and impairment charges.

gross profit



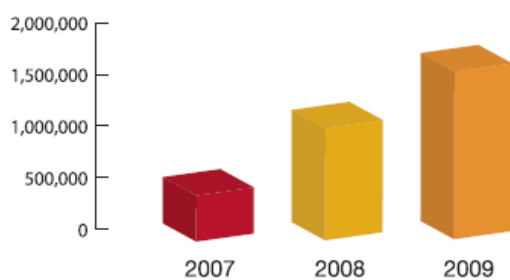
operating costs



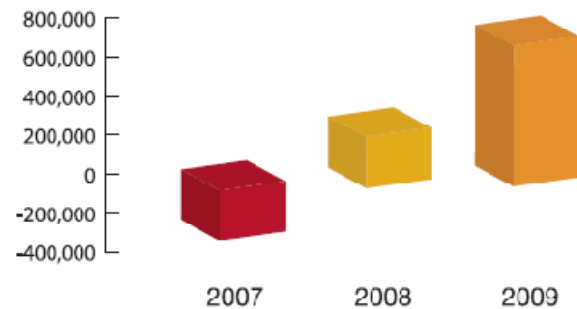
The growth in high margin Fixed Wireless Broadband services has lifted the company's overall gross margin by 5 percentage points to 46% and this is expected to continue to improve as we leverage our network ownership advantage.

Through our focus on high margin on-net products and timely investments in business systems, the company managed to reduce operating expenses by 15%.

EBITDA*



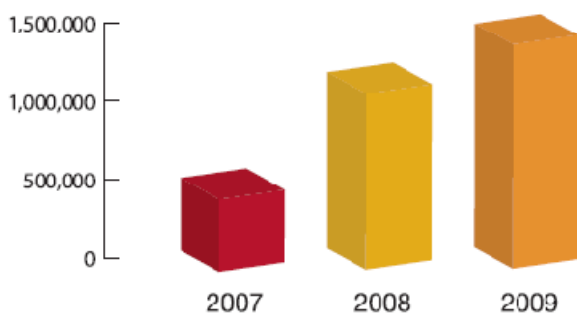
EBIT*



The favourable change in product mix to higher margin Fixed Wireless Broadband, and improved operational efficiencies, delivered an EBITDA increase of 50% to \$1.69 million.

Overall revenue declined 17% as a result of lower margin off-net product revenues declining as a result of the decision to focus on higher margin business.

operating cash flows



Cash flow from operating activities increased by 27% to \$1.49 million bringing the closing cash balance at 30 June 2009 to \$2.69 million.

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Operational Highlights

- The acquisition of NPH, a specialist provider of business internet and data network solutions, has been successfully integrated.
- Implemented core network redundancy to support growing demand for managed IP services.
- Extended network coverage and increased network capacity within capital budget.
- New online tools to improve customer experience and deliver operating efficiencies.

The Board and management see significant opportunities for consolidation within the industry and believe that as a network owner and operator, Clever is well positioned to capitalise on these opportunities.

The Board has decided that no dividend will be declared for the year.

David Williams
CHAIRMAN

- ENDS -

Investor Information: Mr Scott Carter – Managing Director (0425 804 040)

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