

24th October 2013

**ASX Announcement**  
**ETHERSTACK PLC**  
[ASX:ESK]  
("Etherstack" or the "Company")

**Trading Update**

The Company derives its revenues from a blend of technology licensing fees, royalties, equipment sales and services. The timing of individually material technology transfers and commencement of associated royalties based on client manufacturers' success can have material impact on the recognition of revenue in short to medium time frames.

Notwithstanding the commencement of a major new contract stage in Australia announced today, the Company is, at this time, unable to provide clear guidance on end of year financial outcomes due to material uncertainty on an existing technology licensing project and the outcome of several substantial bid processes currently underway in Australia, United States and other markets.

The expectation of the Board of directors is that the 2013 financial year outcomes will not be as positive as previously indicated in the Commentary accompanying the Appendix 4E Preliminary Final report dated 28 February 2013.

Further guidance is unlikely to be available until the outcome of these events is clarified in the coming months. Once the Company has some more certainty over these outcomes, it will update the market.

**About Etherstack plc (ASX:ESK):**

Etherstack is a wireless technology company specialising in licensing mission critical radio technologies to equipment manufacturers and network operators around the globe. With a particular focus in the public safety, defence, utilities, transportation and resource sectors, Etherstack's technology can be found in radio communications equipment used in the most demanding situations. The company has R&D facilities in London, Sydney, New York, Yokohama, Barcelona, Berlin and Singapore.

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