

4 May 2016

ASX Announcement

ETHERSTACK PLC

[ASX:ESK]

("Etherstack" or the "Company")

UPDATE ON ETHERSTACK PLC ENTITLEMENTS ISSUE

Etherstack plc, the specialist in wireless communications technologies, is pleased to provide an update on the status of the Entitlements issue announced on 20 January 2016 and as detailed in the Entitlements issue prospectus dated 6 April.

Eligible shareholders have subscribed for 40,877,859 CDIs (representing \$4.08 million) and these have been allotted on 4 May 2016.

The entitlements of ineligible shareholders and those entitlements not taken up by eligible shareholders will form part of the Shortfall offer which is currently in progress.

The Company has commitments and indicative support for approximately \$3.0m of the Shortfall offer, representing over \$7.0m when combined with the entitlements taken up by eligible shareholders, out of the of the \$9.5m raise.

The Company looks forward to successfully completing the raise within a short period.

Enquiries

Etherstack
David Carter, Chief Financial Officer
T: +61 2 8399 7500
www.etherstack.com

Media:Walbrook Investor Relations
Mr. Ben Knowles
T: +61 426 277 760
ben.knowles@walbrookir.com.au

About Etherstack plc (ASX:ESK):

Etherstack is a wireless technology company specialising in developing, manufacturing and licensing mission critical radio technologies for wireless 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 and solutions can be found in radio communications equipment used in the most demanding situations. The company has R&D facilities in London, Sydney, New York and Yokohama.