

Allotment of Shares under Rights Issue

Melbourne, Australia, Wednesday, 2nd June 2010:

Renounceable Rights Issue

Freshtel Holdings Limited (“the Company”) today announces that it has completed the allotment and issue of 279,850,715 new shares in the Company under the rights issue.

The dispatch date for the allotment and issue is today. Normal trading in the units will commence tomorrow.

The total issued capital of the Company following the allotment is 704,443,069 ordinary shares.

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