

26 June 2018

ADJUSTMENT TO YEAR-END RESULTS

In accordance with Listing Rule 4.3D, Flexiroam Limited (ASX: FRX) (**Company**) advises that after release to the market on 30 May 2018, a probable year-end adjustment to the Company's audited financial statements for the year ended 31 March 2018 will result in significant changes to the figures in the Appendix 4E of the Preliminary Final Report announcement.

The unaudited Appendix 4E was completed and lodged prior to the completion of substantial audit work of the 2018 external financial audit. The external audit exercise, currently underway, included an impairment assessment of the Company's intellectual property asset value as at 31 March 2018.

In the course of the ongoing audit process, the Directors had several in-depth discussions with the external auditors on the impairment model with reference to the provisions of AASB 136 *Impairment of Assets* to re-assess the recoverable amount of the Company's intellectual property and considers that a probable full impairment of the carrying value of that intangible asset of approximately \$14.5m is appropriate as at 31 March 2018. This probable year-end adjustment will result in a significant increase in net loss for the year ended 31 March 2018 as reported in the unaudited Appendix 4E.

It is the Directors' view that the probable accounting impairment does not impact the ongoing operations of the business and the intellectual property continues to be relevant in generating future economic benefit to the Company.

The Company's annual report for the year ended 31 March 2018 is expected to be lodged with ASX on or about 27 June 2018.

-Ends-**ABOUT FLEXIROAM LIMITED**

FLEXIROAM (ASX: FRX) is a global mobile virtual network operator that aims to excel in serving all mobile users with the best data experience worldwide. Flexiroam X is an ultra thin microchip technology that attaches to a user's existing SIM which provides easy and secure data access. Flexiroam currently has coverage in over 130 countries and has access to over 580 network operators globally. Flexiroam works with over 100 travel industry partners to serve customers from over 50 countries. For more information visit investors.flexiroam.com.

For investor inquiries:

Flexiroam Limited

Jason Khoo
VP Business & Investor Development
T: +60-166868965
E: investor@flexiroam.com

For personal use only