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Company Announcements Office
Australian Securities Exchange
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SYDNEY NSW 2000

**CONNECTED IO COMMENCES SALES TO NETSURION
AND LETTER OF INTENT FOR SUBSTANTIAL FURTHER ORDERS EXECUTED**

HIGHLIGHTS

- **CIO secures a substantial customer in cyber security sector.**
- **Letter of Intent executed with Netsurion anticipating minimum orders of USD\$1,250,000 in 2017.**
- **Initial Purchase Order received for USD\$107,350 from Netsurion.**
- **CIO products to be used as an integral part of Netsurion’s managed security offering for their impressive portfolio of restaurant, retail, grocery and healthcare franchise customers.**

The Board of Connected IO Limited (“**CIO**”) is pleased to announce that it has received an initial purchase order from US based company Netsurion LLC (“**Netsurion**”) for USD\$107,350. Netsurion will utilise CIO’s products as part of their managed security offering for retail, grocery and healthcare customers. These initial sales will also provide recurring revenue opportunities for CIO from the cloud based management of the units sold.

In addition to the confirmed purchase order, Netsurion has also executed a Letter of Intent (“**LOI**”). Under the terms of the non-binding LOI, Netsurion is anticipating significant demand for CIO’s products, with their current projections exceeding USD\$1,250,000 over the next 12 months.

CIO CEO Yakov Temov said “CIO is delighted to secure such a significant customer as Netsurion and welcomes the opportunity to work closely together. We look forward to developing a long and successful relationship with the company.”

About Netsurion

Netsurion LLC develops and offers cloud based payment card industry data security standard (PCI DSS) solutions to large franchise merchants in the United States and internationally. It

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offers enterprise solutions, such as managed virtual private networks (VPN), which provide security through encryption and authentication while protecting data traversing the VPN from unauthorized access; ManagedKiosks, a PCI-compliant solution for mall kiosks, un-manned storefronts, and self-service kiosks; wireless HotSpot Plus that is used to configure kiosks with independent wireless networks with multiple security options; and network switching, network security, and wireless network systems.

Netsurion also offers PCI security products, including PCI managed security suite that includes the hardware and software for network security, secured data access, and a framework for creating policies and procedures; and PCI Compliance Reporting Suite, an online solution that simplifies compliance reporting for independent sales organizations. Its products are used in grocery and convenience stores, restaurants, retail facilities, hotels, and kiosks. Netsurion LLC was formerly known as VendorSafe Technologies LLC and changed its name to Netsurion LLC in February 2015. The company was founded in 1989 and is based in Ft Lauderdale, Florida.

About Connected IO

Connected IO Limited has its operations based in Silicon Valley, in the USA. Its business is a wireless technology innovator and manufacturer operating in the multi-trillion-dollar "IOT" (Internet of Things) sector. CIO specializes in machine to machine ("M2M") connectivity, providing hardware and software solutions to some of the world's largest companies – including Coca Cola, Verizon and AT&T. CIO's software solutions also include a customised cloud management interface and a variety of support services. Cisco predicts there will be 50 billion connected devices by 2020.

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