

iCash Payment Systems Limited

ABN 87 061 041 281



ASX RELEASE

29th November 2011

ANNUAL GENERAL MEETING 2011

CHAIRMAN'S ADDRESS

Please find attached the addresses to be given to the Annual General Meeting to be held 10:30 am today, together with the Powerpoint presentation made during the meeting.

For further information, please contact:

Tony Teng 0414 300 044

On behalf of the Board

Tony Teng
Company Secretary

Chairman's Address – James Manny

Good morning ladies and gentlemen, I am James Manny, the chairman of iCash Payments Systems Limited. It gives me great pleasure to be here today, and as we have a quorum, I will declare the meeting open.

With me today are your directors, Mr Barry Sechos, Mr Kim Stewart, Mr Steave Ham and Mr Tony Teng who is also our Company Secretary.

Our CFO Mr John Bird is also with us.

Mr David Gallery as audit partner and Mr Joseph Santangelo Audit Manager from the company's auditors, Nexia Court & Co, are also in attendance.

The order of business today will commence with a brief presentation on behalf of the Board, a special report on Korea, the Official Business of the Meeting including Consideration of Reports and Resolutions, followed by an opportunity for questions from shareholders.

2011 – A Year of Strong Growth

On Behalf of the iCash Board I am pleased to report on our activities and results in what has been an exciting if somewhat turbulent operating year.

The overall performance of iCash continues to improve significantly, reflected by the rise in Group revenue and the growth in EBITDA. The strength of the balance sheet has also improved with cash reserves growing significantly. The performance of Korean operations has been the strength of iCash and proves the strategic value of this investment. The Board' mission is to continue this growth and replicate the successful Korean strategy beyond Australia and Korea.

Performance highlights for the year include:

- Revenue up 66% to \$70.3 million
- EBITDA up 56% to \$10.3 million
- Cash flow from operating activities up \$11.1 million
- Group Cash Balances up 53% to \$7.2 million
- Debt reduced by \$5.9 million to \$4.6 million
- Korean growth underpins strong position to leverage into Asia
- Unit Sales in Korea exceed 5,600 including 350+ back office systems
- ATMs under management in Australia hit 1,600, including 950 ICP owned
- Group NTA - \$15.9 million (increase on prior year \$ 2.8 million or 21%)
- EPS – Normalised EPS 4.8 cps up 18%, Statutory EPS (4.03) cps
- 3 Year compound annual growth rate of 51%

iCash Payment Systems Limited continues to provide customer driven solutions in the payments and cash handling space, having achieved significant growth and reputation in non bank ATM sales throughout Korea.

The expanse of deployment of NeoICP technologies, our Korean business is evidence that we have the ability to compete with larger industry participants and achieve significant growth in our chosen fields of competition. Sales by NeoICP grew 100% to \$56 million. The medium term focus continues to be the cash dependant, growing, economies throughout Asia

Over the past several years we have consolidated our position as the market leader to Korean non-banks for banking and cash handling equipment.

As expected, the Australian Operations remained a consistent and steady performer having underpinned the initial Korean growth phase.

Group Outlook

The iCash Strengths are the practical commercialisation of cash handling and “kiosk” technologies. The Board has always promoted the strategic view that growth for the ICP Group will be ‘Asia centric’ in its technology and product focus. The performance of the Korean operation highlights the successes achievable through focussed strategy and dedication. By leveraging off the successes to date, we will pursue these strategies elsewhere in the Asia Pacific markets

It is for these reasons your Board has made two key initiatives as disclosed in yesterday’s announcements:

- **“iCash Moves to Complete NeoICP Acquisition Update”**
The move to complete the 100% acquisition of NeoICP on renegotiated terms

- **“iCash Restructures Australia Operations”**
The move to sell our deployment business in Australia, which effectively transfers the capital intensive part of our business to others with a comparative advantage

Official Business: Consideration of Reports

- Resolution 1 : Adoption of Remuneration Report
- Resolution 2 : Re-election of Kim Stewart
- Resolution 3 : Re-election of Kyung Shik (Steve) Ham

James Manny

Executive Chairman