

25 October 2010

Vocus acquires Data Centres in Sydney and Melbourne

Acquisitions Highlights

Vocus Communications Ltd. (ASX:VOC) announced today that it has entered into a binding agreement to acquire the Sydney and Melbourne data centre businesses from E3 Networks.

These modern facilities have been constructed in the last two years, with the Sydney data centre allowing some of the industry's highest power density ratings of up to 30KW per rack.

The transaction is expected to complete on 30 November 2010.

Total consideration is \$5.9 million, to be paid as \$4.9 million in cash and \$1million in Vocus shares to be issued at \$0.85 per share.

The cash component will be funded from Vocus' existing cash resources.

The transaction will add at least \$1.5 million of underlying annualised profit before tax to Vocus' bottom line.

Operational Highlights

CEO of E3, Jon Eaves will join Vocus as the General Manager of the Vocus Data Centre business, responsible for the management and expansion of the data centre business unit.

James Spenceley, Vocus' CEO, believes that this acquisition will allow Vocus to provide its customer base with a full service offering at a time when there is a significant demand for data centre space.

The acquisition will further build on both E3's and Vocus' reputation for technical and customer service excellence. It will also provide Vocus with a platform to further expand into data centres and attract new customers for both its wholesale internet business, its new peering product and other business opportunities.

This transaction will further consolidate Vocus' position as one of the leading Wholesale Independent Telecommunications companies.

About Vocus

Recently listed on the ASX (ASX:VOC) Vocus Communications is a leading telecommunications provider of wholesale Voice, Peering and International Internet connectivity to Telecommunications companies and ISPs across Australia, NZ and the US. The company provides high performance, high availability, and highly scalable communications solutions, which allows service providers to quickly and easily deploy new services for their own customer base.