



M2 TELECOMMUNICATIONS GROUP LTD (ASX: MTU)

ASX RELEASE

M2 ADDED TO S&P/ASX300

Friday, 9th September 2011: Diversified telecommunications services provider M2 Telecommunications Group Ltd ("M2", ASX: MTU) today announces the Company's addition into the S&P/ASX300.

S&P Indices, the leading provider of equity indices in Australia, has confirmed M2's addition to the September rebalance effective Monday 19th September 2011, rating it amongst the 300 largest and most liquid stocks on the Australian Securities Exchange ("ASX").

The S&P/ASX300 index considers the market capitalisation and liquidity of ASX listed companies for the preceding six months as the key criteria for admittance.

M2 listed on the ASX in October 2004 at a market capitalisation of \$14 million. As at the close of trading yesterday, M2's market capitalisation was approximately \$370 million, an increase of more than 2600% in under seven years.

M2's Managing Director / CEO, Vaughan Bowen, said of the Company's addition, *"This is a very significant milestone in M2's journey as a public company and reflects both our scale and the level of shareholder interest we have generated over our seven years as a listed company. All members of our team should be deservedly proud of this achievement, as being admitted to the S&P/ASX300 index comes result of the sustained improvement our financial performance during a challenging period of expansion for M2, over recent years in particular"*.

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For further information about Standard and Poor's and the S&P/ASX300, please visit www.standardandpoors.com/.



About M2 Telecommunications Group Ltd

Established in 1999, M2 Telecommunications Group Ltd ("M2", ASX: MTU) is Australia's largest network independent provider of telecommunications services. M2 employs more than 450 people nationwide, across the Melbourne headquarters and offices in Sydney, Hobart, Adelaide, Brisbane, Perth and Wollongong. M2 also provides fixed line, 3G mobile and broadband services in New Zealand.

M2's retail business division incorporates Commander, People Telecom, M2 Telecom, Southern Cross Telco and the recently acquired Clear Telecoms. Within the retail division, M2 offers a suite of telecommunications services, equipment, personalised service and value-added offerings targeted principally at the small- and medium-sized business market. The retail products are offered across Australia through M2's national dealer and agent network, comprised of the exclusive Commander dealer channel and the extensive People Telecom dealer channel.

Through the M2 Wholesale division, M2 provides wholesale fixed line, mobile and data telecommunications services to small and medium-sized telecommunications service providers and Internet Service Providers (ISPs). M2 Wholesale was launched in 2006 following M2's appointment by Optus as its exclusively endorsed (post-paid) mobile services aggregator, an appointment which has since been extended to 2013.

In recognition of the Company's significant and consistent growth, M2 was named by BRW Magazine amongst Australia's 100 fastest-growing companies in 2003, 2004, 2005, 2006 and 2008, and in the Deloitte Technology Fast 50 in 2004, 2005, 2008, 2009 and 2010.

M2 has an established dividend pay-out ratio policy of 70% of net profit after tax (NPAT) and has consistently delivered upon this dividend policy for every fiscal half year since 2005.

For more about M2 visit www.m2.com.au.

Related Company sites (part of the M2 Group):

- www.commander.com
- www.peopletelecom.com.au
- www.sctelco.com.au
- www.cleartelecoms.com
- www.m2nz.co.nz
- www.bw.co.nz

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