

BROAD INVESTMENTS LIMITED

A.B.N. 91 087 813 090

To: Australian Securities Exchange Limited ("ASX")

From: Broad Investments Limited (ASX: BRO)

Date: 13 December, 2011

Subject: Acquisition of Unified Business Communications Group ("UBCG")

ACQUISITION OF UNIFIED BUSINESS COMMUNICATIONS GROUP

The Board of Broad Investments has been committed to delivering value accretive transactions for shareholders and has indicated to in recent announcements, including the Annual Report lodged with the ASX on 28 October 2011; that it has been actively evaluating various opportunities which have presented themselves to Broad. The Board has been mindful that any acquisition would not be too dilutive, yet it would include shares in the Company as part or full consideration in order to preserve the Group's limited cash to the extent possible.

In line with this stated aim, the Board is very pleased to announce it has entered into an Agreement with the shareholders of Unified Business Communications Group Pty Ltd ('UBCG') to acquire all issued capital in UBCG, which owns and operates a suite of small but well-established telecommunications businesses.

UBCG's business includes the installation of PABX telephony systems, equipment and other associated telephony products. It also has the capacity to offer airtime and other related telecommunications services. It has a small number of well trained staff and accredited technicians with Alcatel and Panasonic relationships.

Importantly, the purchase of UBCG is a synergistic acquisition for Broad's wholly owned subsidiary telecommunications business, Mirrus Managed Services ("Mirrus"). The purchase will allow UBCG to leverage off the existing 130 engineers under contract with Mirrus to expand its service offerings in capital cities and in particular in larger towns in regional Australia, where many such technicians and engineers are located.

Although the agreement with UBCG allows for the transaction to be subject to any shareholder or ASX / ASIC approvals, the Board considers it unlikely that such approval will be necessary. Broad and UBCG are currently undergoing due diligence, and the Board expects that the transaction will be completed shortly, at which point a further announcement will be made.

Consideration for the acquisition will be \$400,000. This includes all assets and liabilities of UBCG, goodwill, stock, work in progress, debtors, creditors, cash at bank, intellectual property and equipment. Of the total consideration of \$400,000, at least \$170,000 will be

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paid for by issue of shares (85million shares at \$0.002) with the balance payable within 6 months in either cash or further shares at the discretion of the Company.

It is expected that the shares will be issued in accordance with the approval obtained under Resolution 3 at the recent AGM of the Company.

The Board wishes to advise that this is the first of a number of value adding transactions it expects to conclude over the next few months, some of which are already under negotiation /discussion with potential vendors. As part of its diversified approach to investment and value adding for shareholders, the Company expects to also pursue transactions in property and financial services in which the current Board has considerable experience and knowledge.

By Order of the Board
Broad Investments Limited