



20 August 2009

m2m Corporation Limited
ABN 34 006 648 835

**THE MANAGER
COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

c/- KR Corporate Compliance Pty Ltd
Level 2, 90 William Street,
Melbourne Australia 3000
Telephone +61 3 9605 5917
Facsimile +61 3 9605 5928

Dear Sir

**re : m2m Corporation Limited
RECONCILIATION OF UNQUOTED OPTIONS**

Set out below is a reconciliation of unquoted options for the financial year ended 30 June 2009.

Balance, 1 July 2008 (MCLO) April 2010 @ 30 cents	No Options
	500,000

PLUS as approved per Shareholders Resolution at the 2008 AGM to Directors:

Tranche	Vesting	Expiry	Exercise Price	
1	31 12 08	31 12 10	0.03	10,000,000
2	31 12 09	31 12 11	0.04	12,100,000
3	31 12 10	31 12 12	0.05	13,700,000
Total Options as issued				36,300,000

LESS Options Exercised or Lapse of Non-Vested Options

(a) Exercised	(Nil)
(b) Lapsed on Cessation of Office:	
Tranche 2	(6,000,000)
Tranche 3	(7,000,000)
Balance, 30 June 2009	23,300,000

Summary of Unquoted Options on Issue 30 June 2009

1	April	2010	500,000	-	\$0.30	500,000
2	December	2010	10,000,000	-	\$0.03	10,000,000
3	December	2011	-	6,100,000	\$0.04	6,100,000
4	December	2012	-	6,700,000	\$0.05	6,700,000
TOTALS			10,500,000	12,800,000		23,300,000

Attached is an Appendix 3B Notice covering the grant of the 35,800,000 unquoted options as approved by shareholder at the November 2008 Annual General Meeting LESS the lapse of 13,000,000 unquoted non-vested options upon the cessation of holding office.

Following this reconciliation of unquoted options the Company's securities on issue comprises:

QUOTED:	Shares (MCL)		1,317,205,551
	Options (MCLO)		
	February 2010	\$0.20	29,729,249
UNQUOTED:	Options		
	April 2010	\$0.30	500,000
	December 2010	\$0.30	10,000,000
	December 2011	\$0.04	6,100,000
	December 2012	\$0.05	6,700,000

Yours faithfully
m2m Corporation Limited



per Mourice Garbutt
Company Secretary

m2m asx\reconciliation unquoted options 20 08 09

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

m2m CORPORATION LIMITED

ABN

34 006 648 835

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---|
| 1 | +Class of +securities issued or to be issued | OPTIONS – UNQUOTED
1. 31.12.10 OPTIONS
2. 31.12.11 OPTIONS
3. 31.12.12 OPTIONS |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 1. 10,000,000
2. 6,100,000
3. 6,700,000 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | AS APPROVED BY SHAREHOLDERS AT THE 2008 AGM FOR ISSUE TO DIRECTORS:

31.12.2010 OPTIONS – EXERCISE PRICE A\$0.03 EACH
31.12.2011 OPTIONS – EXERCISE PRICE A\$0.04 EACH
31.12.2012 OPTIONS – EXERCISE PRICE A\$0.05 EACH |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities?</p>	<p>NO, REFER TO THE COVERING LETTER SETTING OUT THE VESTING DATES PER TRANCHE OF OPTIONS.</p> <p>HOWEVER, UPON THE EXERCISE OF AN OPTION THE UNDERLYING SHARE WILL RANK EQUALLY WITH ALL OTHER EXISTING ISSUED ORDINARY SHARES.</p>										
<p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 											
<p>5 Issue price or consideration</p>	<p>ISSUE PRICES – NIL; EXERCISE PRICES AS SHOWN IN PART 1.3 AND 1.9</p>										
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>OPTIONS ISSUED PURSUANT TO THE RESOLUTION OF SHAREHOLDERS AT THE ANNUAL GENERAL MEETING HELD IN NOVEMBER 2008</p>										
<p>7 Dates of entering ⁺securities into uncertificated holdings or despatch of certificates</p>	<p>12,12,2008</p>										
<p>8 Number and ⁺class of all ⁺securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th>Number</th> <th>⁺Class</th> </tr> </thead> <tbody> <tr> <td>1,317,205,551</td> <td>ORDS ("MCL")</td> </tr> <tr> <td>29,729,249</td> <td>OPTIONS ("MCLO") – February 2010 (20 cent)</td> </tr> </tbody> </table>	Number	⁺ Class	1,317,205,551	ORDS ("MCL")	29,729,249	OPTIONS ("MCLO") – February 2010 (20 cent)				
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<p>10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)</p>	<p>ALL ORDINARY SHARES ARISING FROM THE EXERCISE OF OPTIONS TO RANK EQUALLY</p>										

+ See chapter 19 for defined terms.

Part 2 - Bonus issue or pro rata issue

- 11 Is security holder approval required?
- 12 Is the issue renounceable or non-renounceable?
- 13 Ratio in which the ⁺securities will be offered
- 14 ⁺Class of ⁺securities to which the offer relates
- 15 ⁺Record date to determine entitlements
- 16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?
- 17 Policy for deciding entitlements in relation to fractions
- 18 Names of countries in which the entity has ⁺security holders who will not be sent new issue documents
- Note: Security holders must be told how their entitlements are to be dealt with.
Cross reference: rule 7.7.
- 19 Closing date for receipt of acceptances or renunciations
- 20 Names of any underwriters
- 21 Amount of any underwriting fee or commission
- 22 Names of any brokers to the issue

⁺ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- 23 Fee or commission payable to the broker to the issue
- 24 Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders
- 25 If the issue is contingent on +security holders' approval, the date of the meeting
- 26 Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled
- 27 If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders
- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)
- 30 How do +security holders sell their entitlements *in full* through a broker?
- 31 How do +security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do +security holders dispose of their entitlements (except by sale through a broker)?
- 33 +Despatch date

+ See chapter 19 for defined terms.

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

38 Number of securities for which
 +quotation is sought

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39 Class of +securities for which
 quotation is sought

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40 Do the +securities rank equally in all
 respects from the date of allotment
 with an existing +class of quoted
 +securities?

If the additional securities do not
 rank equally, please state:

- the date from which they do
- the extent to which they
 participate for the next dividend,
 (in the case of a trust,
 distribution) or interest payment
- the extent to which they do not
 rank equally, other than in
 relation to the next dividend,
 distribution or interest payment

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41 Reason for request for quotation now

Example: In the case of restricted securities, end of
 restriction period

(if issued upon conversion of another
 security, clearly identify that other
 security)

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42 Number and +class of all +securities
 quoted on ASX (*including* the
 securities in clause 38)

Number	+Class

+ See chapter 19 for defined terms.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



20 August 2009

Sign here: Date:
(Company secretary)

Print name: MOURICE R GARBUTT
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m2m\asx\3b 20 08 09

+ See chapter 19 for defined terms.