

16 February 2009



m2m Corporation Limited
ABN 34 006 648 835

**THE MANAGER
COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

c/- KR Corporate Compliance Pty Ltd
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Dear Sir

- **MOU for Chinese Investment**
 - **m2m and Chinese Company agree on timetable**
 - **Agree to exchange further information to progress the transaction**

m2m Corporation Limited (“the Company” or “m2m”) is pleased to announce that as a result of the visit to Beijing, China in January 2009 by the Company’s Executive Chairman, Ian Clarkson, and acting CEO, Peter Saunders, that both m2m and the Chinese company have set out an indicative timetable and the exchange of further information to continue to progress the proposed transaction.

The January 2009 agreement to proceed follows the extensive work undertaken by the Company, its international banking advisors and the Chinese company in the six months to December 2008. In addition, during the period discussions and negotiations were conducted with prospective co-investee companies leading to the signing of a number of NDA’s.

m2m now expects this investment opportunity to develop to the next stage.

For further information contact:

Executive Chairman, Ian Clarkson, on 0439 388 751 or
Acting CEO, Peter Saunders on 0416 228 404

Yours faithfully
m2m Corporation Limited

A handwritten signature in black ink, appearing to read 'Mourice Garbutt'.

per Mourice Garbutt
Company Secretary
m2m asx\china 16 02 09

About m2m Corporation Limited

m2m Corporation Limited (ASX: MCL) (“m2m” or “the Company”) is an ASX-listed technology investment company. The Company has active investments in Telecommunications and Broadband Telephony, Online Portal and Software Development, Digital Video.

- 1 m2m has major investments in Telecommunications through its subsidiaries (the “Whizfone Group of companies”) which have established significant industry infrastructure across the restrictive and high growth Pan Asian region, delivering carrier grade wholesale call termination services to Tier-1 Telecommunication carriers throughout the world.
- 2 Sipme, together with Starband / Baipin, also markets broadband telephony either wholly or through its joint venture partners that utilises its wholesale backbone to deliver quality and cost effective VoIP products and services to its customers in Asia and Australia.
- 3 Xigital specialises in the development of online portals and software development. The business has an experienced management and software development team. Xigital is providing a sound base to expand m2m’s technology and business units in Asia.

Other investments include “Bluefish” which is the professional’s choice, market leader in the development and supply of high definition and standard definition video cards to film and broadcasting specialists worldwide. Its cutting edge products are highly regarded in the industry and are used by major film studios and broadcasters like NBC, Sony PCL and Channel 7. For more information, please visit: www.m2mcorp.com.au | www.whizfone.com | www.sipme.com.au | www.bluefish444.com | www.digitalvoodoo.net | www.todaycorp.com.au | www.xigital.com