

Appointment of Non-Executive Director – Ryan O’Hare

Resignation of Paul Stevenage

7 August 2012

Eftel Limited (**ASX: EFT**) today announced the appointment of Mr Ryan O’Hare as a Non-Executive Director of the Company.

Ryan brings to the Board a breadth of over two decades of entrepreneurial experience gained from his previous and current CEO roles of various telecommunications companies combined with a track record of successfully investing in those companies, including CEO and major shareholder in CorpTEL Communications (subsequently sold to AAPT Limited) and CEO of People Telecom (which was acquired by M2 Telecommunications Group Limited).

Ryan has a proven track record of creating wealth for shareholders whilst serving on various boards in both an executive and non-executive capacity.

Ryan is the current CEO of Next Telecom and E-Utility. He is a Director of the National Stroke Foundation and is active with the Children with Aids Charity in the UK.

Recent investments and completion of rights issue

Ryan recently invested \$1million into the Company (with shares issued at 17.5c per share) as a sub-underwriter to the Underwriting Agreement put in place to underpin the Company’s recent rights issue. In addition, the Company has called up the remaining approximately \$500,000 directly from the underwriters, as the final amount due under that Underwriting Agreement. This brings the total amount raised under the rights issue and associated underwriting to \$9.3million.

The Rights Issue was underwritten by major shareholders Cannes Management Pty Ltd ATF Kestelman Family Trust No 2, and MIS Investments Pty Ltd ATF Slepoy Family Trust No 3, with no underwriting fee payable.

Retirement of Paul Stevenage

Following Ryan’s appointment, Paul Stevenage has confirmed that he will be retiring as a Director of the Company, effective from the appointment of Ryan to the Board.

Commenting on Paul's retirement, Eftel Chair, Stephe Wilks said "Paul leaves the Board after having served the Company for more than nine very productive and effective years. The Board and I have both enjoyed and benefited from his participation in the business as has the business more generally. While we accept his view that it is now time for a change with the appointment of Ryan to the Board – he will be a loss to the Company".

Enquiries:

Scott Stavretis

Chief Executive Officer

+61 3 9090 2511

About Eftel Ltd

Eftel Ltd is a multiple award winning Internet and telecommunications provider across the retail, wholesale, corporate and government sectors.

The retail division is a Top 10 Internet Service Provider offering a full suite of consumer Internet products. Its flagship brand - ClubTelco - provides a premium level of service and extensive member benefits.

The wholesale division services a large proportion of Australia's service providers, enabling them access to a very broad gateway of services via Eftel's extensive carrier partner network.

The corporate division offers tailored solutions to business and government clients throughout Australia. It is a preferred supplier to the Victorian Government.