

ASX Release

9 December 2008

Entitlement Issue Shortfall

ComTel Corporation Limited (ASX: CMO) advises that its renounceable entitlement issue announced on 22 September 2008 closed on 4 December 2008. The rights issue will raise approximately \$9.1 million before issue costs.

Shareholders have taken up approximately 24.6% of the fully paid ordinary shares offered pursuant to the entitlement issue, or 75.1 million of the total shares on offer under the entitlement issue prospectus. Approximately 229.9 million shares are to be taken up by the underwriter, Co-Investor Capital Partners Pty Ltd and its related parties pursuant to the underwriting agreement. The Company's share registry will allot shares pursuant to the offer on 12 December 2008 and dispatch holding statements by 17 December 2008.

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About ComTel Corporation Limited

ComTel Corporation Limited (www.comtelcorporation.com.au) is an Australian ASX listed (CMO) mobile and e-marketing company, formerly known as CommodityTel. Its competitive mobile offerings incorporate permission-based advertising and internet functionalities to generate value of personal relevance to users and real-time customer reach for advertisers. ComTel has a long-term Network Capacity Agreement with Vodafone Australia, which also enables it to service wholesale customers operating their own mobile and ISP brands.

For further information

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