

e-pay Asia Limited (“e-pay”) announces distribution alliance with Malaysian national postal network

e-pay is a leading provider of electronic payments and prepaid mobile Top Up services

Sydney: 11 August 2006 - e-pay Asia Limited (ASX/AIM stock code: EPY), is pleased to announce that following a six month pilot project, the Company has entered into an agreement with Pos Malaysia Berhad, Malaysia’s national postal company, to extend e-pay’s electronic top up network throughout its nationwide network of more than 900 post offices.

This agreement, via e-pay’s Malaysian subsidiary (“e-pay Malaysia”), provides a significant opportunity for e-pay to extend its prepaid Top Up services across the Malaysian prepaid mobile community enabling consumers an easy way to top up their prepaid airtime while transacting postal business.

This agreement strengthens e-pay Malaysia’s distribution network in Malaysia and with the national roll out of additional terminals scheduled to be completed within six months, it will have 10,000 points of sale.

Simon Loh, Managing Director of e-pay Asia said

“Today’s announcement reflects both the strength of our business model as well as the quality of our services. We look forward to working closely with Malaysia’s national postal company and to delivering our prepaid mobile phone Top Up services to 17 million prepaid mobile users across Malaysia.”

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For more information

If you are enquiring from Asia or the Americas, please contact Jonathan Soon, Director & Company Secretary of e-pay Asia Limited on +61416168816 or jonathan@e-payasia.com.

If in the United Kingdom or other parts of Europe, please contact Shane Dolan, Director of Biddicks in London on +44207448 1000 or shane.dolan@biddicks.co.uk.

About the companies mention in this announcement:

e-pay Asia Limited (ASX/AIM: EPY), dual listed on Australia Stock Exchange and the AIM segment of the London Stock Exchange, is a leading provider of prepaid mobile airtime and electronic payment solutions in South East Asia. Headquartered in Kuala Lumpur with its corporate office in Sydney, e-pay Asia operates in Malaysia, Indonesia, Pakistan and Thailand with plans to expand into China, Vietnam, Singapore and other parts of Asia. For more information on the Company, please visit our corporate website www.e-payasia.com