For personal use only

pieNETWORKS Limited

ABN 27 078 661 444

ASX APPENDIX 4D

For the half year ended 31 December 2011
(Incorporating information pursuant to ASX Listing Rule 4.2A)

The information contained in this document should be read in conjunction with the accompanying pieNETWORKS Limited Directors' Report and Financial Report for the half year ended 31 December 2011 and the pieNETWORKS Limited Annual Report for the year ended 30 June 2011 and any public announcements made by pieNETWORKS limited during the year in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 and the ASX Listing Rules.

For personal use only

pieNETWORKS LIMITED

ASX APPENDIX 4D – Results Summary

For the half year ended 31 December 2011

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Financial results	$'000 Half Year 31 Dec 2011	$'000 Half Year 31 Dec 2010	% change Dec 2011 to Dec 2010
Revenue from ordinary activities (excluding finance income)	663	298	122%
Profit (loss) from ordinary activities after tax attributable to members	(3,398)	(1,835)	(85%)*
Net profit (loss) for the period attributable to members	(3,398)	(1,835)	(85%)*

*Represents the % increase in loss from December 2010 to December 2011

Dividends	Half Year 31 Dec 2011	Half Year 31 Dec 2010
Cents per ordinary share	Nil*	Nil

*No dividends have been declared or are payable for the period ended 31 December 2011.

Tangible assets per ordinary share	Half Year 31 Dec 2011	Half Year 31 Dec 2010
Net tangible assets per share (cents)	0.10	0.19

Commentary

The Group recorded an 85% increase in the loss from operating activities compared to the corresponding 2010 half result and a 123% increase in comparison to the half year ending 30 June 2011. The increase in operating loss is attributable to increased expenditure on the development and commercialisation of the Company's 3rd generation Hotspot Webphone product as well as increases in impairment and provision costs.

Group operating revenues increased by 122% in comparison to the corresponding 2010 half result and 30% against the 30 June 2011 half. The cost of operating activities increased by 85% over the corresponding period in 2010.

Details of changes in controlled entities

There was no change in the Company's interests in controlled entities during the period.