

Trading Update – Outlook for H2 FY18

Dreamscape Networks Limited (ASX: DN8) wishes to provide a brief update on the guidance provided in its half year result reported to the ASX on 22 February 2018.

The full year guidance provided in the half year report estimated that full year Adjusted EBITDA¹ for FY 2018 would be in the range of \$7.2 million to \$7.6 million, before a one-time restructuring provision of \$1.0 million.

While Adjusted EBITDA results for April 2018 have not been determined at this time, Group Bookings over the past several months give the board confidence that Adjusted EBITDA for FY18 will come in at the top end of the Adjusted EBITDA range at \$7.6 million, with the likelihood of exceeding this result if current performance continues through to year-end.

A further and more detailed trading update will be provided towards year-end, however the Company is tracking to plan with the integration of recent acquisitions and the relocation of operations to the new Singapore head office facility.

Notes

- (1) A Non-IFRS cash-based financial measure of DN8's performance that aligns with the Group's Bookings and operating expenditures to evaluate the core operating profitability of the Group's business. Adjusted EBITDA is calculated using the Statutory EBITDA calculation, primarily adjusted for the change in deferred revenue so as to include total Bookings, the change in the deferred costs associated with the total Bookings, and excluding the non-cash equity-based expenses including share-based compensation and Unrealised Foreign currency exchange losses/gains and transaction expenses and non-core one off expenses.

For more information, please contact

Investors

Mark Evans – Managing Director & CEO, or

Tony Sparks – Group Finance Director

+61 8 9422 0894

investor.relations@dreamscapenetworks.com

Media

James Chesters

Corporate Communications Manager

+61 467 228 676

james.c@dreamscapenetworks.com

About Dreamscape Networks Limited

Dreamscape Networks Limited is a trusted and affordable online solutions provider of domain names, hosting and technology solutions and owns Australia's #1 domain brand Crazy Domains and Singapore's #1 domain brand and hosting provider Vodien Internet Solutions. The Dreamscape Networks Group offers affordable and easy to use online solutions that help businesses and independents establish, build, maintain and grow their online presence. Our solutions are innovative, user-friendly and engineered across all platforms embracing intuitive design and backed by our focus on best in world premium service.

Vision

To help our customers achieve their online goals by "Providing simple, innovative and affordable online solutions, that change lives"

Learn more at dreamscapenetworks.com ; crazydomains.com and vodien.com

Forward looking statements

This ASX release includes certain forward-looking statements that are based on information and assumptions known to date and are subject to various risks and uncertainties. Actual results, performance or achievements could be significantly different from those expressed in, or implied by, these forward-looking statements. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Dreamscape. These factors may cause actual results to differ materially from those expressed in the statements contained in this announcement.