



OCTAVIAN ACQUISITION UPDATE

eBet Limited and Octavian International Limited have decided that due to a change in the capital raising environment, amongst other things, they will explore alternatives to the previously announced acquisition of Octavian by eBet. eBet has not ruled out completing this acquisition at some later date.

Both companies still believe there are significant strategic benefits in continuing to work together whilst exploring the most appropriate joint venture structure to exploit the benefits of their technology and presence in high growth markets in Europe, Asia and the Americas.

These initiatives are consistent with the market diversification strategy approved by the eBet Board in August 2005 and will enable both companies to enjoy the strategic benefits envisaged in the original acquisition proposal.

eBet will also concentrate on maximising the benefits of its Ticket-In Ticket-Out (TITO) and BreakAway™ products which will significantly help NSW Clubs deal with the adverse effects of the smoking bans. eBet expectations are that its Ticket-in Ticket-Out products would make an EBITDA contribution for FY2008 of \$3.4m to \$3.8m, subject to final regulatory approvals being in place by January, 2008.

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About eBet

eBet Limited (ASX: EBT) is a leading Australian gaming systems company that develops and markets a range of networked solutions for electronic gaming machines. It has some 600 customers, with 48,000 gaming machines connected. The company has operations and contractual arrangements in Australia, New Zealand, the Philippines, South Korea, Vietnam, Singapore and an online wagering division in the USA.

For further information visit the Company's website at www.ebetgamingsystems.com

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