



ASX: TTV

ASX RELEASE

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**Two Way and Tabcorp in negotiations
for Interactive TV Wagering Service**

Two Way TV Australia Limited announces that it has triggered a defined negotiating period under its agreement with Tabcorp Holdings Limited, and both parties are working towards finalising a distribution deal for an interactive TV wagering service.

Two Way and Tabcorp have an agreement whereby Two Way is the exclusive supplier of an interactive TV wagering service on the SKY Racing channel.

Further to this agreement, Two Way and Tabcorp are working together to complete a distribution agreement with a subscription TV operator by 19 December 2006. This date supersedes the current end date of Two Way's agreement with Tabcorp, which is 30 September 2006.

For further information:

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ABOUT TWO WAY TV AUSTRALIA (ASX: TTV)

Two Way's strategic focus is to be the interactive partner of choice in Asia Pacific, providing content, applications and services across three key verticals:

- Wagering and Gambling
- Casual Games
- Mobile to TV Applications

Through its exclusive license agreements with Two Way Media Ltd (UK) and Zone4Play Inc (US), Two Way has access to the world's largest library of interactive TV applications, as well as leading-edge mobile and gambling applications.

Two Way's products and services reach a potential audience of 162 million people across seven countries, via distribution agreements with leading media groups including Foxtel, Austar, Sky New Zealand, Sky News Australia, STAR, PCCW, and MagiNet.

