

**Company Announcements Platform
Australian Stock Exchange**

11th September 2009

Change in Director's Interest

iiNet Limited (ASX: IIN) confirms that Managing Director, Mr Michael Malone, sold approximately 3.3 million iiNet shares on 10th September 2009 to a number of existing institutional investors.

These represented the final portion of the 6.3 million shares purchased by Mr Malone in June 2006 at a point in time when the Company's share price was under pressure. Mr Malone still retains ownership of 18 million shares (12%) in iiNet following the sale.

iiNet Chairman Michael Smith said "The iiNet Board supported the sale as it allowed Mr Malone to rebalance his portfolio from being dominated by iiNet shares. It was also a good match between providing a solid line of stock at a time where there was strong demand and the current tight trading window available to directors."

About iiNet

iiNet was established in 1993 and listed on the ASX in 1999, growing from a small Perth business into the third largest Internet Service Provider in Australia. The Company now supports over 750,000 broadband, telephony and dial up services nationwide, with revenues of \$418m, and proudly employs more than 1,300 people in Perth, Sydney, Auckland and Cape Town.

iiNet's goal is to lead the market with the best Internet access products and then differentiate with genuine, plain speaking customer service. The company has its own high speed ADSL2+ network reaching around 4 million households across Australia, the largest Voice over IP network in the country, and is delighted to have led yet again with Naked DSL, recognised by PC User Magazine as the 2007 Product of the Year.

For further information or interviews, please contact:

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