



XREALITY GROUP LIMITED

xReality Group Limited (ASX:XRG)

ACN 154 103 607

ASX Release

Sydney, Australia – 15th November 2023

XRG Rights Issue Raises \$2.44 million

xReality Group Limited (“XRG” or the “Company”) an innovator in extended reality solutions, is pleased to announce that the non-renounceable rights issue announced on the 18 October 23 has closed and raised \$2,440,360 (**Rights Issue**). Funds raised through the Offer will be used to expedite the sales of Operator XR Military and Law Enforcement technology in the US market.

Key Points:

- Overwhelming support from existing shareholders
- Significant uptake of rights over 75% of available rights subscribed by existing shareholders
- \$2.9 million raised through the Rights Issue and the Institutional Placement
- \$2 million will be allocated to accelerate growth into the US market.
- Remainder of proceeds (including exercised options) will be used to reduce debt, provide additional working capital and pay the costs of the Offer.

The Rights Issue closed on Friday the 10th November 2023 with the following results:

	Funds	Shares	Options
Rights Taken Up	\$820,177	23,433,630	11,716,815
Top up by Shareholders	\$1,620,182	46,290,924	23,145,462
Shortfall Remaining ¹	\$795,128	22,717,952	11,358,976
Total	\$3,235,488	92,442,506	46,221,253

The company will issue a total of 69,724,554 new fully paid ordinary shares (**Shares**) and 34,862,277 new options exercisable at \$0.05 each, with an expiry date of 31 January 2025. Once exercised, these Options will raise a up to \$1.7 million for working capital and further debt reduction. The Options will be unquoted securities under the ASX code XRGAV.

XRG Chief Executive Officer, Wayne Jones said “On behalf of the Company I would like to thank our shareholders for their unwavering support over the years. The company has gone through some major evolutions in establishing and executing a strategy to diversify from an entertainment only business, to a world leading software development and technical products business. This diverse portfolio has resulted in a robust foundation with an upside of opportunity which is very lucrative across global military and law enforcement markets.”

¹ Available to be issued by 10 February 2024 under the shortfall offer pursuant to the Prospectus



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This ASX Release is authorised by the Board of xReality Group Limited.

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About xReality Group Limited (ACN: 154 103 607)

xReality Group Limited are leaders in enterprise software development for mission critical simulations for military and law enforcement. The company develops and operates physical and digital simulations. Portfolio companies include Indoor Skydiving facilities, Virtual Reality (VR) and Augmented Reality (AR) entertainment, training, and production.

Operator XR provides Military and Law Enforcement agencies with a unique, integrated Mission Planning & Rehearsal System, which is portable, secure and highly immersive. See operatorxr.com

The Company is listed on ASX on under the code XRG.

For further information visit: www.xrgroup.com.au

Wayne Jones, Chief Executive Officer, wjones@xrgroup.com.au

Stephen Tofler, Company Secretary, stofler@xrgroup.com.au