

ASX AND MEDIA RELEASE

9 October 2015

QTG Rights Issue

Further to the announcement of Q Technology Group Limited (ASX:QTG) (**Company**) on 6 October 2015, the Company is pleased to announce a rights issue to shareholders at \$0.004 to raise up to \$784,261.93 before costs (**Rights Issue**). The Rights Issue will give existing shareholders the opportunity to acquire 1 new share for every 1 existing share held at 7.00 pm (AEDT) on Friday, 16 October 2015 (**Record Date**). Eligible shareholders are those shareholders on the Record Date with a registered address in Australia or New Zealand.

The Rights Issue is non-renounceable, which means that shareholders may not transfer their shares if they do not wish to take them up.

The Rights Issue will have a shortfall facility which may allow shareholders to apply for shares in excess of their entitlements. New shares issued under the Rights Issue will rank equally with existing ordinary shares on issue.

The Rights Issue is partially underwritten up to an amount of \$440,135.00 by the following existing Shareholders:

- (a) Helmsman Funds Management Limited (ACN 100 489 763) as trustee for the Helmsman Capital Fund Trust IIA;
- (b) Mr Edmond Tern;
- (c) Cherryoak Investments Pty Ltd (ACN 101 363 642);
- (d) Nineteen25 Pty Limited (ACN 138 742 319);
- (e) Talston Pty Limited (ACN 006 377 859);
- (f) Mr Peter Higgins and Mrs Jayne Higgins; and
- (g) Rosa Investment Group Pty Ltd (ACN 111 581 134).

The Company will use the proceeds from the Capital Raising to provide additional working capital to fund the acquisition of additional inventory for new products.

The key indicative dates for the Rights Issue are as follows:

| Date* | Event |
|----------------------------|---|
| Friday 9 October 2015 | ASX Announcement of Rights Issue |
| | Lodgement of Rights Issue Information Booklet, Cleansing Notice and Appendix 3B |
| Monday 12 October 2015 | Company sends letter to shareholders containing information of the Rights Issue and timetable |
| Wednesday, 14 October 2015 | Ex Date |
| Friday, 16 October 2015 | Record Date for Rights Issue (7.00pm AEDT) |

| Date* | Event |
|-----------------------------|---|
| Wednesday, 21 October 2015 | Dispatch of Rights Issue Information Booklet and Entitlement and Acceptance Forms |
| | Offer Opens |
| Friday, 20 November 2015 | Closing Date |
| Monday, 23 November 2015 | Quotation on a deferred settlement basis |
| Wednesday, 25 November 2015 | Shortfall notification date |
| Thursday, 26 November 2015 | Rights Issue allotment date |
| Friday 27 November 2015 | Trading Date |

*Please note that this timetable is indicative only, and may be subject to change at the Company's discretion, subject to the *Corporations Act 2001* (Cth) and the Listing Rules.

Further details of the Rights Issue are included in the Offer Document attached.

Douglas Potter
 Chairman

About Q Technology Group Limited

Q Technology Group Limited is based in Melbourne, Victoria. The Group has annualised revenues of approximately \$25 million and comprises Q Security Services, a leader in the supply and support of high quality CCTV, video switching, networking, alarm & access control products in the Australasian market.

For more information on the Company please visit
<http://www.qtechnologygroup.com.au> or <http://www.qsecuritysystems.com.au>