

23 December 2022

NON-RENOUNCEABLE RIGHTS ISSUE – CLOSE OF OFFER AND SUBSCRIPTIONS

Nexion Group Ltd (ACN 628 415 887) (ASX: NNG) (the **Company**) advises its pro-rata non-renounceable rights issue of one (1) fully paid ordinary share in the capital of the Company (**Share**) held by Eligible Shareholders for every one (1) Share held at an issue price of \$0.05 per Share to raise up to \$6,424,048, together with one (1) free attaching option for every one (1) Share subscribed for and issued (**New Option**) (**Entitlement Offer**), closed on Monday, 19 December 2022.

The Company received applications to subscribe for 21,581,338 new Shares from Eligible Shareholders under the Entitlement Offer to raise approximately \$1,079,067.

The Company advises that the results of the Entitlement Offer are as follows:

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|--|--------------------|
| Total number of Shares offered under the Entitlement Offer (with 1 New Option per Share subscribed for) | 128,480,961 Shares |
| Total number of Shares applied for by Eligible Shareholders under the Offer (including those Shareholders subscribing for Shortfall Shares in excess of their entitlements). | 21,581,338 Shares |
| Shortfall | 106,899,623 Shares |

The Company is in consultation with CoPeak Corporate Pty Ltd <The Trustee for Peak Asset Management Unit Trust> (ACN 632 277 144) (**Peak**) as lead manager to the shortfall offer under the Company's prospectus issued in relation to the Offer on 25 November 2022 (**Prospectus**) as supplemented by the supplementary prospectus issued on 2 December 2022.

The Company will proceed to allocate shortfall applications in accordance with its allocation policy set out in section 2.7 of the Prospectus. The Company will update the market upon the final allocation and issue of Shares and Options under the shortfall offer including in relation to an updated proposed use of funds raised under the Offer, by reference to section 3.1 of the Prospectus.

The proceeds of the Entitlement Offer are proposed be allocated in accordance with section 3 of the Prospectus, to facilitate completion of two acquisitions in New Zealand.

In parallel to the Entitlement Offer, NEXION is in advanced debt funding negotiations for an aggregate of \$21 million. The potential debt facility will include a first proposed drawdown of between \$3 million and \$4 million for the purpose of completing the New Zealand acquisitions and is subject to NEXION raising at least \$3 million in the Entitlement Offer. With the finalization of approximately \$1,079,067 raised pursuant to applications for 21,581,338 Shares as noted above, then on successful completion of the potential debt facility, the minimum remaining raising to be achieved by placement of the shortfall, required by the proposed debt facility conditions, will be \$1,920,933. No binding finance documents have been executed as at the date of this announcement.

About NEXION Group Ltd

NEXION is an information technology service provider that offers global network, compute, security and data storage solutions, as-a-service that it integrates with Public Cloud services to form NEXION's hybrid cloud solution called NEXION OneCloud. NEXION sells its OneCloud capacity and technology management services to enterprise customers on term contracts up to 60-months. The company's enterprise ICT managed services division offers Technology as a Service across the globe.



This announcement has been authorized by the Board of NEXION Group Ltd.

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Should you wish to contact the company in relation to this announcement please contact:

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