

14 May 2025

Non-Binding LOI for the sale of Nexion's data centre

NEXION Group Ltd (**NEXION** or **Company**) (ASX: NNG) is pleased to announce that it has signed a non-binding letter of intent (**LOI**) for the sale of its subsidiary, Nexion W1 DC Pty Ltd, which owns Nexion's data centre, to Canadian company Carrier Connect Data Solutions Inc. (**Carrier**).

Carrier is listed on the Canadian TSX Venture Exchange and engages in delivering co-location and data center solutions to service providers, enterprises and small businesses. Its systems are fully independent and entirely owned within its leased space. The company was founded on January 1, 2022 and is headquartered in Vancouver, Canada.

The LOI specifies that consideration for the sale shall be AUD \$2,500,000, payable as follows:

- AUD \$200,000 payable at closing of the Acquisition (**Closing**);
- AUD \$100,000 payable six months from Closing; and
- the remaining balance to be structured as a vendor take-back note bearing 9% interest, amortized over 25 years, with a 5-year term, with first payment due three months from Closing.

Until such time as the payment is made in full and possibly after, the customers will continue to be invoiced by Nexion and data centre operations and maintenance will be performed by Nexion.

Carrier has an exclusive due diligence period until 15 May 2025 to conduct its due diligence investigations, which may be extended by mutual written agreement of the parties at any time. Carrier has an exclusivity period until 30 May 2025 to complete a definitive agreement.

Proceeds from the sale will be applied to the repayment of debt, administrative expenses and working capital.

There are no board or senior management changes proposed as a result of the transaction.

On completion, the transaction will be net cash positive for Nexion.

Nexion will keep the market informed of material events related to this transaction.

About NEXION Group Ltd

NEXION integrates software, compute, storage, network and cyber security to deliver reliable and robust hybrid-cloud systems. NEXION owns 2MW data centre in Perth Western Australia that it uses to host compute and storage equipment and deliver cloud services.

www.nexiongroup.io

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

NEXION Group Ltd

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