

XENITH IP GROUP LIMITED (ACN 607 873 209)

ASX ANNOUNCEMENT

16 March 2016

Xenith IP Group implements FX hedging strategy

As announced by the Company in its Half Year Results release, the Board has been actively considering strategies to mitigate risks and reduce potential earnings volatility associated with foreign exchange rate movements.

The majority of the Company's revenue is derived from foreign clients and the majority of invoices for foreign clients are denominated in USD.

Accordingly, the Company has adopted a hedging strategy to assist with smoothing the impact of AUD/USD currency exchange rate fluctuations. This non-speculative collar strategy will be implemented on a rolling basis to provide a measure of protection and certainty around the Company's earnings.

Xenith remains confident of achieving the full year forecasts as set out in the Prospectus, even in the event of material changes in currency exchange rates.

For further information contact

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