



12 February 2021

ASX Limited  
Level 40, Central Park  
152-158 St Georges Terrace  
Perth WA 6000

### STATEMENT OF COMMITMENTS AS REQUIRED BY LISTING RULE 1.3.2(B)

The Company intends to apply funds raised from the Offer, together with existing cash reserves post-admission, over the first two years following admission of the Company to the Official List of ASX as follows:

Funds available	Use of Funds \$	Percentage of Funds (%)
Existing cash reserves	250,000	3.03%
Funds raised from the Offer <sup>1</sup>	8,000,000	96.97%
<b>Total</b>	<b>8,250,000</b>	<b>100%</b>
<b>Allocation of funds</b>		
Deployment of new OneCloud Nodes	4,200,000	50.91%
Expenses of the Offer <sup>2</sup>	866,186	10.50%
Working Capital - New Acquisitions <sup>3</sup>	1,350,000	16.36%
Working capital - group and subsidiaries	1,833,814	22.23%
<b>Total</b>	<b>8,250,000</b>	<b>100%</b>

#### Notes:

1. The Company intends to apply these funds towards the purposes set out in this table, including the payment of the expenses of the Offer of which various amounts will be payable at IPO.
2. Expenses of the Offer are fees payable to Bridge Street Capital Partners and their associates for services to complete the capital raise for the IPO. The Expenses of the Offer also include administration costs which include the general costs associated with the IPO including development of the Prospectus, preparation of the Company for IPO, listing fees and audit expenses.
3. NEXION Group Ltd plans to make a number of acquisitions of aligned technology services providers to support its roll-out of OneCloud Nodes. Acquisitions are likely to be scrip only, where possible, and up to 20% of the purchase price provided as working capital to expand the business of the subsidiaries post-acquisition.

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4. It is anticipated that the funds raised under the Offer will enable 2 years of full operations. It should be noted that the Company may not be fully self-funding through its own operational cash flow at the end of this period. Accordingly, the Company may require additional capital beyond this point, which will likely involve the use of additional debt or equity funding.

The above table is a statement of current intentions. As with any budget, intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

The Directors consider that the Company has sufficient working capital to carry out its stated objectives.

Authorised by,

Peter Christie  
Chairman

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