

13 December 2022



NEXION Rights Issue

The closing date for eligible shareholders to take up their Rights issue allocation and receive a free attaching option is Monday 19 December 2022.

NEXION Group Ltd (ASX: NNG) (**NEXION**), the fast emerging, global Hybrid Cloud service provider, is pleased to announce its 1:1 Rights issue plus free attaching Option.

Highlights

- **NEXION is raising up to \$6,424,048 via a pro-rata entitlement issue (Rights issue). The use of funds from the Rights issue will facilitate the acquisition of cash positive New Zealand technology providers to boost NEXION growth.**
- **Rights issue priced attractively for the benefit of all existing shareholders at 5c plus a free attaching Option.**
- **Free Option is exercisable at 10c and expires on 31 December 2025.**
- **Funds raised will facilitate the previously announced NZ acquisitions that will bring scale and profit to NEXION.**

NEXION's strategy is to create a global Hybrid Cloud service that meets the needs of its largest enterprise customers through a combination of acquisitions and organic growth. The first step of this growth plan is to establish a footprint in the Pacific region (East Coast Australia and New Zealand) then step out to Canada and beyond.

As part of this strategy NEXION signed binding term sheets to acquire two managed technology service providers in Wellington, NZ and has now announced a Rights issue to fund the transactions.

The acquisitions will significantly increase the scale of the NEXION Group, adding \$11.2M of revenue (FY22) to NEXION's reported \$6.8M for a total of \$18M or 164% increase in size.

NEXION is seeking some debt and if successful prior to closing the acquisitions, the placement of any shortfall from the Rights Issue might be reduced.

Eligible shareholders are encouraged to review the documentation and consider taking up their rights which includes a free attaching option for each new share issued. NEXION will apply for quotation of the options on the ASX.

Group CEO Paul Glass said:

"The market for technology shares has been tough this year and that's meant new issues such as NEXION's Rights are attractively priced compared to historic levels. NEXION is completing this round to close out the acquisitions in New Zealand and set the company up for faster growth in 2023. New Zealand is a stepping stone for us into the Canadian market that we hope to tackle next. The Rights issue is priced competitively and so I would encourage all eligible shareholders to review the proposition and consider taking up the offer."

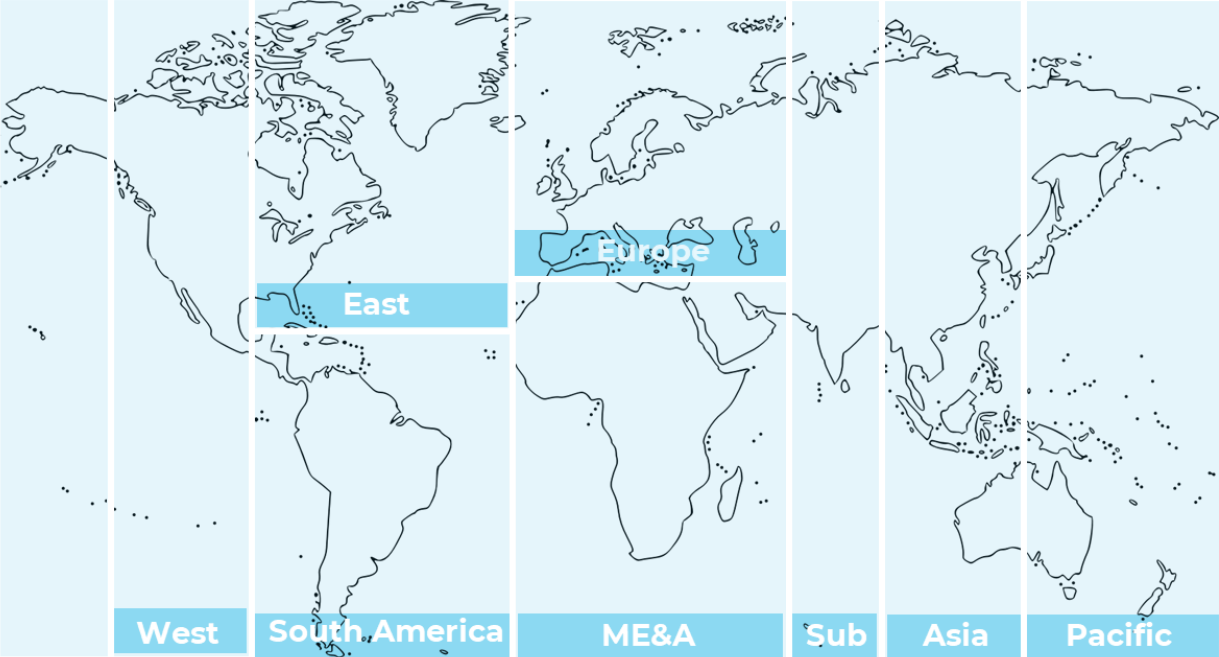
About NEXION Group Ltd

NEXION is an information technology service provider that offers network, compute, and data storage 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

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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.

NEXION is deploying Hybrid Cloud across 8 regions



Individual agreements referred to in this announcement are not material on their own, however their combined value demonstrates continued growth.

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

NEXION Group Ltd
Ground Level, 12 Newcastle Street
Perth, Australia
6000
ABN:48 628 415 887

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

Paul Glass, Group Chief Executive Officer at paul.glass@nexiongroup.io

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