

**XOX NETWORKS BERHAD (“XOX NETWORKS” OR “THE COMPANY”)****- EXTENSION OF TIME FOR THE UTILISATION OF PROCEEDS RAISED FROM THE PRIVATE PLACEMENT EXERCISE**

*(For consistency purposes, the abbreviations and definitions used throughout this announcement shall have the same meanings as those previously defined in the announcement dated 14 December 2020 in relation to the Proposals, where applicable, unless stated otherwise or defined herein.)*

**1. INTRODUCTION**

Reference is made to the earlier announcements in relation to the Private Placement dated 14 December 2020, 1 March 2021, 8 September 2022 and 30 August 2023, respectively.

The Company had on 1 March 2021 announced to Bursa Malaysia Securities Berhad (“Bursa Securities”) the completion of the Private Placement exercise involving the issuance of 106,030,800 new ordinary shares of the Company and raised total proceeds of RM27.038 million.

On 8 September 2022, XOX Networks announced to Bursa Securities the extension of the timeframe for an additional 12 months until 31 August 2023 for the full utilisation of the remaining unutilised proceeds raised from the Private Placement.

On 30 August 2023, XOX Networks further announced to Bursa Securities the further extension of the timeframe for another 12 months until 31 August 2024 for the full utilisation of the remaining unutilised proceeds raised from the Private Placement.

As at 30 June 2024, XOX Networks had utilised RM22.85 million from the total proceeds raised from the Private Placement.

**2. DETAILS OF THE EXTENSION OF TIME FOR THE UTILISATION OF PROCEEDS**

On 30 August 2024, the Board of Directors of XOX Networks, after due consideration of the rationale stated in Note 3 below, approved the further extension of time for the utilisation of the balance proceeds allocated for the purchase of equipment for the event management segment, in the manner as set out below (“Extension of Time”):

<b>Purpose</b>	<b>Proposed Utilisation RM’000</b>	<b>Amount Utilised as at 30.06.2024 RM’000</b>	<b>Balance Utilised RM’000</b>	<b>Revised Timeframe as Announced on 30.08.2023</b>	<b>Extension of Time for the Utilisation</b>
Purchase of equipment for the event management segment	13,705	9,519	4,186	Within 42 months	31 August 2025
Additional funds for the financial solutions segment	8,938	8,938	-	No Change	No Change
Working capital	3,602	3,602	-	No Change	No Change
Estimated expenses for the Proposals	793	793	-	No Change	No Change
<b>Total</b>	<b>27,038</b>	<b>22,852</b>	<b>4,186</b>		

### **3. RATIONALE**

The economic environment has encountered many headwinds in the financial year and the Group has evaluated and rejected multiple proposals which did not meet the basic Return on Investment ("ROI") projections. The Group has chosen to be prudent and not compete with the flurry of events and concerts that have led to an oversupply and underbooking.

In connection to the above, the Board has deliberated and resolved to extend further the timeline until 31 August 2025 to provide additional time for the Group to utilise the balance proceeds allocated for the purchase of equipment for the event management segment.

### **4. STATEMENT BY THE BOARD**

The Board is of the opinion that the Extension of Time will not have any adverse effect on the financial performance of XOX Networks and is in the best interest of the Company.

### **5. APPROVALS REQUIRED**

The Extension of Time is not subject to the approval of any regulatory authorities or the shareholders of the Company.

This announcement is dated 30 August 2024.