

ASX RELEASE:

17 September 2020



SPIRIT SPP CLOSSES HEAVILY OVERSUBSCRIBED BALANCE SHEET STRENGTH TO SPEED UP GROWTH & ACQUISITIONS – \$31.0M OF CAPITAL TO DEPLOY

- SPP oversubscribed by \$11.7M on a maximum SPP of \$5.0M (total bid circa \$16.7M).
- Spirit's Balance Sheet has capital available of circa \$31.0M for organic growth and acquisitions.
- Acquisition vendors target prices continue to move downwards to highly accretive and fair value terms.
- Spirit continues to transform and will change its name to Spirit Technology Solutions Ltd to reflect its evolution to a leading provider of: Cloud, Internet, Cyber-Security & IT products (subject to shareholder approval at its AGM on 13th October).
- Recent NSW and QLD acquisitions continue to perform strongly.
- Trident Technology Solutions business has launched its products across the large NSW Schools & Education markets.

Spirit Telecom (ASX:STI) is pleased to announce the results of its Share Purchase Plan (**SPP**) which closed at 5.00pm (Melbourne time) on Tuesday, 15 September 2020. The SPP provided Eligible Shareholders with the opportunity to subscribe for up to \$30,000 of new fully paid ordinary shares (**New Shares**) in the Company, at an issue price of \$0.32 (32 cents) per new Share, subject to any scale back. The SPP was capped at \$5.0 million.

Spirit's Managing Director, Sol Lukatsky, said: "The Board would like to thank all shareholders for their continued support. The funds will be used wisely to invest in highly accretive acquisitions and to launch Australia's leading IT & Telco products nationally. We continue to take market share quickly from the major Australian telcos, who have not been able to adapt to the structural changes occurring globally – to provide businesses with the service and convenience of one service point and one monthly bill for their IT & telco needs. The recent acquisitions continue to perform strongly, with integrations ahead of schedule. I look forward to providing a market trading update on the Q1 20 performance at the Spirit AGM on 13th October."

The SPP received overwhelming support and was heavily oversubscribed. The Company received applications totalling approximately \$16.7M at an issue price of \$0.32 (32 cents) per share, which was the same issue price applicable to the Placement launched by the Company in conjunction with the SPP.

In accordance with the terms of the SPP Offer booklet a pro-rata scale-back will be applied to the applications, based on amounts applied for under the SPP Offer, rounded down to reflect a whole number of Shares to \$5.0 million. Excess funds as a result of the scale back will be returned to applicants without interest in accordance with the SPP booklet.

Approximately 15.6 million new shares will be issued under the SPP on Friday, 18 September 2020 and those shares are expected to commence trading on ASX on Tuesday, 22 September 2020. New shares issued under the SPP will rank equally with existing STI ordinary shares from their date of issue.

Holding statements are expected to be dispatched on or around Thursday, 24 September 2020.

- ENDS -

This announcement is authorised for release to the market by the Board of Directors of Spirit Telecom Limited. For all media enquiries regarding this announcement please contact:

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