

XR Immersive Tech Provides Update on Status of MCTO

Vancouver, British Columbia--(Newsfile Corp.) May 15, 2023 - [XR Immersive Tech Inc.](#) ("XRi" or the "Company") (CSE:VRAR) (FSE:79W) (OTC PINK: FNTTF) is providing an update on the status of a management cease trade order (the "MCTO") application to the British Columbia Securities Commission that the Company announced on May 1, 2023.

As a result of delays to its audit, due to an auditor change for cost savings, the Company's annual financial statements and accompanying management's discussion and analysis for the fiscal year ended December 31, 2022 (the "**Annual Filings**"), are not expected to be finalized by May 1, 2023, being the date that such filings are due under applicable Canadian securities law requirements.

The Company reports that the audit is progressing and will provide a further update on the timing of its Annual Filings on or about May 29, 2023. The Company is working diligently with its current and incoming auditors to complete the audit in a timely manner. Upon completion of the change of auditor, the Company will file the applicable materials in compliance with section 4.11 of National Instrument 51-102 – Continuous Disclosure Obligations. The Company currently expects to file the Annual Filings on or before May 30, 2023 and will issue a news release announcing completion of such filings at such time. Further updates on timing will be provided by the Company as necessary.

Until the Company files the Annual Filings, it will comply with the alternative information guidelines set out in National Policy 12-203 – Management Cease Trade Orders for issuers who have failed to comply with a specified continuous disclosure requirement within the times prescribed by applicable securities laws. The guidelines, among other things, require the Company to issue bi-weekly default status reports by way of a news release so long as the Annual Filings have not been filed.

During the MCTO, the general investing public will continue to be able to trade in the Company's listed common shares. However, the Company's Chief Executive Officer and Chief Financial Officer will not be able to trade in the Company's common shares.

On behalf of:

Shabeer Sinnalebbe, Chief Executive Officer

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ABOUT XR IMMERSIVE TECH INC.

XR Immersive Tech is building the industry's premier location-based Metaverse Platform. Since 2016 the Company has been an industry leader in Social Entertainment, Virtual Reality (VR) and Augmented Reality (AR) entertainment attractions. With its Hardware Platform UNCONTAINED and its Software Platform Uncontained/OS and its growing network of over 350+ VR operators through SynthesisVR, the Company helps its stakeholders build user experiences unmatched in realism, depth and immersion. The Company builds experiences on its platforms for some of the world's largest companies including Intel, Bayer, Capital One, Scotia Bank, the US Food and Drug Administration, Allegiant Airlines and more.

FORWARD-LOOKING INFORMATION

This news release contains "forward-looking information" and "forward-looking statements" (collectively, "**forward-looking information**") within the meaning of applicable securities laws. Forward-looking information is generally identifiable by use of the words "believes," "may," "plans," "will," "anticipates," "intends," "could," "estimates," "expects," "forecasts," "projects" and similar expressions, and the negative of such expressions. Forward-looking information in this news release may include statements about the expected filing of the Annual Filings, the grant of a MCTO, as well as the proposed change in the auditors of the Company.

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause XRI's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Forward-looking information is based on the reasonable assumptions, estimates, analysis and opinions of management made in light of its experience and perception of trends, current conditions and expected developments, and other factors that management believes are relevant and reasonable in the circumstances at the date such statements are made including, without limitation, information based on the current state of the Annual Filings. Although XRI has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information, there may be other factors that cause results not to be as anticipated. There can be no assurance that such information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information, and there is no guarantee the proposed change in the auditors of the Company will occur as anticipated or at all, Annual Filings will be made on the timeline currently expected or at all or that an MCTO will be granted. If the MCTO is not granted and/or the Annual Filings are not filed on time or are subject to additional delays, the securities of the Company could be subject to a cease trade order or other actions taken by the securities regulators and/or exchanges. Accordingly, readers should not place undue reliance on forward-looking information. All forward-looking information herein is qualified in its entirety by this cautionary statement, and XRI disclaims any obligation to revise or update any such forward-looking information or to publicly announce the result of any revisions to any of the forward-looking information contained herein to reflect future results, events or developments, except as required by law.

Neither the CSE nor its Regulation Services Provider (as that term is defined in the policies of the CSE) accepts responsibility for the adequacy or accuracy of this release.