

ASX Release



17 October 2024

Successful Completion of Institutional Placement

Highlights

- DUG has received firm commitments for a non-underwritten A\$30.0 million institutional placement at A\$1.90 per New Share
- Placement strongly supported by both existing DUG shareholders and new investors
- In addition, DUG has received commitments from Directors of the Company to participate for an additional A\$0.2 million via a conditional placement which is subject to shareholder approval at the Company's AGM
- Proceeds raised will be used to accelerate the Company's growth trajectory, including investment in new verticals and geographic expansion
- The Company will also offer a Share Purchase Plan ("SPP") to eligible shareholders to raise up to an additional A\$5.0 million at the same price as the Placement

DUG Technology Ltd (ASX: DUG) ("DUG" or the "Company") is pleased to advise that it has successfully completed an institutional placement, raising approximately A\$30.0 million ("Tranche 1") through the issue of approximately 15.8 million new fully paid ordinary shares ("New Shares").

In addition to this, the Company has also received firm commitments from Directors of the Company to participate for an additional A\$0.2 million ("Tranche 2"), subject to shareholder approval expected to be obtained at the Company's AGM on 19 November 2024 (together, the "Placement"). Barrenjoey Markets Pty Limited and Shaw and Partners Limited acted as Joint Lead Managers and Joint Bookrunners to the Placement.

The Placement shares are being issued at A\$1.90 per share (the "Offer Price"), which represents a 12.8% discount to the last close¹ and a 15.3% discount to the 10-day VWAP². The Placement Shares will rank equally with existing fully paid ordinary shares of DUG.

The Placement was strongly supported by both DUG's existing shareholders and new investors.

DUG's Managing Director, Dr Matthew Lamont, said "This raise represents a pivotal point in DUG's growth journey, with the proceeds enabling us to invest in exciting growth opportunities. We have a robust outlook for the business, with the pipeline now the largest it has ever been."

Capital raise proceeds will be utilised to accelerate DUG's growth across three key growth opportunities:

- **Data Centre infrastructure for Elastic MP-FWI projects** – Expanded DC infrastructure enables increased compute capacity to be installed as client demand dictates, with demand expected to deliver revenue growth over and above current market projections.

¹ Closing price of A\$2.18 on 15 October 2024.

² 10 day Volume Weighted Average Price (VWAP) for the period 2 October 2024 to 15 October 2024 of A\$2.24



- **Middle East expansion** – Proceeds will enable DUG to increase its capabilities in the Middle East to take advantage of the large growth opportunities available. DUG has historically serviced several significant Middle East contracts from the Houston and London office, with an on-ground presence first being established in January 2024.
- **DUG Nomad** – There is substantial consumer interest and leads in the product following two prototypes of the high-density, modular data centres being developed. Capital raise proceeds will enable DUG to turn the prototype into production and leads into sales.

Share Purchase Plan

The Company is also undertaking a non-underwritten Share Purchase Plan targeting to raise up to A\$5.0 million. Existing eligible shareholders with a registered address in Australia or New Zealand on the Company's register as at 7:00pm AEDT on Wednesday, 16 October 2024 will have the opportunity to apply for up to A\$30,000 worth of new fully paid ordinary shares in DUG. Shares issued under the SPP will be at the Offer Price, being \$1.90, and will rank equally with existing DUG ordinary shares from the date of issue.

The SPP is scheduled to open at 9:00am AEDT on Friday, 25 October 2024 and will close at 5:00pm AEDT on Thursday, 14 November 2024.

DUG reserves the right to scale back applications under the SPP, at its sole discretion.

Key Dates

Event	Date
Record date of the SPP	Wednesday, 16 October 2024
Trading halt lifted and announcement of results of Offer	Thursday, 17 October 2024
Settlement of Tranche 1	Friday, 25 October 2024
Dispatch of SPP Booklet and SPP Offer Letter documentation to shareholders	Friday, 25 October 2024
Allotment of New Shares under Tranche 1	Monday, 28 October 2024
Closing date of SPP	Thursday, 14 November 2024
AGM date	Tuesday, 19 November 2024
ASX announcement completion of SPP	Tuesday, 19 November 2024

Settlement of Tranche 2	Thursday, 21 November 2024
-------------------------	----------------------------

Allotment of New Shares under Tranche 2	Friday, 22 November 2024
---	--------------------------

The above timetable is indicative only and subject to change. DUG reserves the right to amend any or all of these dates at their absolute discretion, subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and any other applicable laws. The quotation of the New Shares is subject to approval from the ASX. All references to date or time in the indicative timetable is a reference to Sydney time.

This ASX Announcement has been approved for release by the Board of DUG Technology Ltd.

Ends

For more information:

DUG Technology Ltd

T. +61 9287 4100

DUG Investor Email: investor@dug.com

DUG Investor Centre: www.dug.com/investor-centre

About DUG

DUG is an ASX-listed technology company, headquartered in Australia, that specialises in analytical software development, big-data services and reliable, high-performance computing (HPC). DUG is built on a strong foundation of applied science and a history of converting research into practical, real-world solutions. DUG delivers innovative software products and cost-effective, cloud-based HPC as a service backed by bespoke support for technology onboarding. DUG's expertise in algorithm development and code optimisation enables clients to leverage big data and solve complex problems.

DUG delivers a comprehensive geoscience offering backed by over two decades of experience and a focus on R&D. DUG maximises the value of seismic data with customised services, software and HPC solutions enabled by innovative technology – including Multi-parameter FWI Imaging.

DUG is a global company with offices in Perth, London, Houston, Kuala Lumpur and Abu Dhabi, supporting a diverse industrial client-base. DUG designs, owns, and operates a network of some of the largest supercomputers on Earth. The company continues to invest and innovate at the forefront of software and HPC, working towards a climate-positive future.

To learn more, please visit www.dug.com.