

ASX Release

29 July 2025



Commencement of hearing in the United States District Court

DUG Technology Ltd (ASX: DUG) (“**DUG**” or the “**Company**”) refers to a disputed supplier invoice received by a subsidiary of DUG, DownUnder GeoSolutions (America) LLC (“**DUG US**”), in relation to an energy management services agreement in Texas, United States (“**Agreement**”). The disputed invoice, and the subsequent claim, was referred to in DUG's previous disclosures in its Annual Reports for the financial years ended 30 June 2021, 2022, 2023 and 2024, and its Interim Financial Reports for the half years ended 31 December 2021, 2022, 2023 and 2024.

In February 2021, DUG US declared force majeure under the terms of the Agreement as a result of an unprecedented storm in Texas. However, the supplier under the Agreement issued an invoice to DUG US in May 2021 which was disputed by DUG US. DUG US renewed the Agreement with this supplier and had received no correspondence in respect of the disputed invoice between August 2021 and May 2024 (totalling 2 years, 10 months), the Company had considered the matter closed.

Subsequently, as referred in its 31 December 2024 half year report, the supplier commenced proceedings against DUG US in June 2024 in the United States District Court for the Southern District of Texas. The value of the claim is US\$2.4 million (plus interest). Following commencement of the proceedings, DUG counterclaimed for the money owing as a result of the sale MP2 was obligated to make of the unused portion of DUG's contracted Wholesale Blocks of Energy. The value of DUG US's counterclaim is US\$3.1 million.

The Company now advises that the Court determined that the trial of the proceedings would commence on 6 October 2025.

The Company remains confident in the strength of its defence to the claim. The Company continues to consider the claim to be without merit, and intends to defend it vigorously.

The Company will keep shareholders updated on any material developments.

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

Ends

For more information:

DUG Technology Ltd

T. +61 8 9287 4100

DUG Investor Email: investor@dug.com

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



About DUG

DUG Technology represents the convergence of scientific excellence and sustainable computing innovation. The company's journey from applied physics specialists to global technology leaders has been marked by continuous breakthroughs in geoscientific computing, including its revolutionary elastic multi-parameter FWI imaging solution. DUG enables organisations worldwide to tackle their most complex data challenges through its reliable cloud-based network of high performance computing facilities, proprietary software solutions, energy-efficient immersion cooling systems and tailored geoscience services.

Delivering a comprehensive geoscience offering backed by over two decades of experience, bespoke support, and a focus on R&D, DUG maximises the value of seismic data enabling clients to minimise risk and make more-informed decisions.

The company's novel immersion cooling technology is sold globally as part of an exclusive licence agreement and is the cornerstone of DUG's mobile, edge-computing solution.

Headquartered in Australia, with offices in Perth, London, Houston, Kuala Lumpur and Abu Dhabi, DUG continues to expand its impact across six continents and diverse industries, remaining committed to delivering sophisticated innovations that drive scientific progress, environmental sustainability and commercial success for its customers.

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