

CO-LOCATION AGREEMENT SECURED FOR VIC DATA CENTRE SITE WORTH A\$1,010,800

Highlights;

- *Fixed Term Agreement signed to provide co-location services at DC Two's Victoria regional data centre, estimated to generate revenue of A\$1,010,800 over 12 months.*
- *DC Two's Victoria data centre is located "behind the meter" at a LMS Energy biogas site. The site includes one data centre module owned by DC Two, and one module owned by LMS Energy.*
- *The customer will purchase an estimated 763kw of power from DC Two's module which has a total capacity of 800kw, with progress underway to sell the remaining capacity.*
- *DC Two's total site capacity is expected to increase to 1.2MW as the Company seeks an agreement to access and sell space in LMS Energy's module.*
- *Combined, both DC Two's Victoria and Mid-West regional data centre sites will generate approximately \$3.4m in recurring revenue per year under current agreements.*

23 JUNE 2022: DC Two Limited (ASX: DC2) ("DC Two" or the "Company"), a vertically integrated revenue generating data centre, cloud and software business, is pleased to announce it has secured a Fixed Term Agreement to provide co-location services at its Victoria based regional data centre. The agreement is estimated to generate revenue of A\$1,010,800 over a 12-month period for DC Two, after this period the Customer (Ausmt Energy) has the option to cancel the contract, or switch to a month-to-month agreement at market rates.

DC Two's Victoria data centre is located "behind the meter" at a LMS Energy biogas site. The proprietary and transportable data centres draw renewable, low-cost power to decrease operational costs and offer a "green powered" service to Australia customers seeking ESG credentials. The site will include two data centre modules, one owned by DC Two and the other owned by LMS Energy, both of which have already been built and are currently being installed onsite¹.

Under the terms of the agreement, the Customer will purchase an estimated 763kw of power over a 12-month period with revenue expected to commence in Q3 CY22. DC Two will provide floor space, empty racks, power, cooling, internet connectivity and day to day equipment, hardware and support. The customer will provide and manage their own servers and equipment.

The Victoria site is expected to be online by the end of July 2022, and will have an initial capacity of 800kw via DC Two's module, with total site capacity expected to increase to 1.2MW as DC Two seeks an agreement to access and sell space in LMS Energy's module¹. The Company is also working towards securing an Operations and Maintenance agreement with LMS Energy, which would potentially see DC Two being paid a fee to manage their data centre requirements at the site. At the current time, discussions are preliminary and incomplete. The Company will update the market accordingly.

This agreement follows the recent successful 2MW utilisation of DC Two's Mid-West regional data centre, which is fully operational and generating approximately \$2.4m of recurring revenue per year². Combined, both the Victoria and Mid-West regional data centre sites will generate approximately \$3.4m in revenue per year under current agreements.

DC Two Managing Director, Blake Burton said; "This is another great milestone for the company, as we continue to see strong demand from customers for our low cost, eco-friendly regional data centre services. With both modules already built and being installed on site, they will require limited capital expenditure moving forward while providing a stable, predictable revenue stream for the company. We will now aim to sell the remaining capacity in our 800kw module, and secure an agreement to sell space in LMS Energy's module, which could lead to further recurring revenue from the Victoria site."

AGREEMENT DETAILS:

Customer: Ausmt Energy Pty Ltd

Term: The agreement commences on 1st August 2022 (Commencement Date) and will continue until 31st July 2023 (Expiry Date) (being 12 months from the Commencement Date).

Estimated revenue: A\$1,010,800 (\$992,000 recurring revenue over 12 months + \$18,800 set up fees)

Termination: The Customer may terminate this Fixed Term Agreement after the initial term, or switch to a month-to-month agreement at market rates.

This announcement has been approved for release by the Board of DC Two.

For more information please contact:

Blake Burton

Managing Director

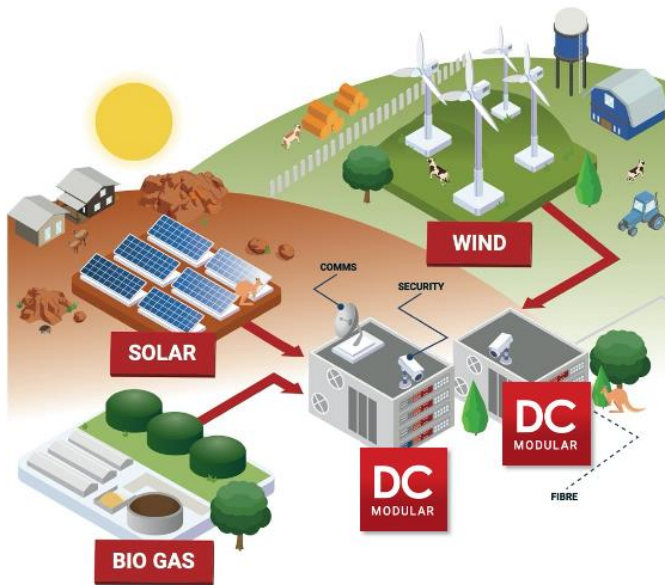
DC Two Limited

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ABOUT DC TWO

Established in 2012, DC Two offers a suite of vertically integrated services covering every part of the data centre and cloud technology stack. The Company offers a number of managed and integrated cloud services delivered from datacentres in Perth and Darwin and is currently rolling out DC Modular - a containerised "data centre in a box" innovation. DC Two also develops software assets to support our internal operations and provide enhanced control and flexibility, through automation and self-service, to our customers and technology partners, wherever they are.



ABOUT DC MODULAR

DC Two have developed a high density and transportable data centre that enables quick and easy deployment in any location. Based on durable ISO standard sea containers and non-ruggedized insulated variants, the transportable data centre only requires power and data connectivity and is suitable for high performance or supercomputing specific workloads.

FORWARD-LOOKING STATEMENTS

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices, or potential growth of DC

Two Limited, are, or may be, forward-looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results may differ materially from those expressed or implied by these forward-looking statements depending on various factors.

1 – ASX Announcement dated 1st June 2022: Victoria Regional Data Centre Progresses into Next Stage of Development

2 - ASX Announcement dated 17 June 2021: DC2 Signs Fixed Term ESG Agreement for Approximately A926k | ASX Announcement dated 23 August 2021: DC2 Signs Multiple Colocation Agreements for Approx. A1.77m