

VICTORIA REGIONAL DATA CENTRE PROGRESSES INTO NEXT STAGE OF DEVELOPMENT

Highlights:

- *Power Purchase Agreement signed with LMS Energy, allowing DC Two to accelerate development and commission its next regional data centre project.*
- *DC Two will now deploy its transportable data centres "behind the meter", meaning they will draw renewable power from LMS Energy's biogas site located in Victoria.*
- *Access to this renewable, low-cost power will decrease the data centre operational costs, and offer a "green powered" service to Australian customers seeking more eco-credentials.*
- *The initial term of the agreement is five years, with an option to extend for an additional five years.*
- *The Victoria site will have an initial capacity of 800kw via the first module, and is expected to increase to 1.2MW as DC Two secures agreements to access space in LMS Energy's module.*
- *The data centre modules have already been built and are currently in transit to the site. DC Two expects the site to be online in H2 CY22 and ready for customers.*

1 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 that it has successfully signed a Power Purchase Agreement (PPA) with LMS Energy Pty Ltd (LMS Energy), allowing DC Two to begin commissioning its next regional data centre project located in Victoria.

LMS Energy is Australia's largest and most experienced landfill biogas company, and each year their projects reduce over 4 million tonnes of carbon from being emitted into the atmosphere, making them Australia's largest emissions reducer. DC Two's regional data centres have an aligned ESG focus, and are uniquely developed to draw power from renewable power sources.

The significance of this Power Purchase Agreement is that, DC Two is now able to deploy its proprietary, transportable data centres "behind the meter" at a LMS Energy biogas site in Victoria and progress towards bringing the data centres online during H2 CY2022. Access to this renewable, low-cost power will decrease the data centre operational costs, and offer a "green powered" service to Australian customers seeking more eco-credentials across their business.

The PPA has an initial term of five years, commencing 1 August 2022 or otherwise agreed to by both parties, with DC Two agreeing to purchase a minimum 70,000kWh of power per month for its module, which is considered immaterial in value to the Company. DC Two has an option to extend the agreement for an additional five years. The agreement also contains such other terms that are standard in commercial agreements of this type.

In addition, DC Two is currently working towards securing an Operations and Maintenance (O&M) agreement with LMS Energy which would potentially see DC Two being paid a fee to manage LMS Energy's data centre requirements at the site and secure some additional space within the second module which is owned by LMS Energy. At the current time, discussions are preliminary and incomplete. The Company will update the market accordingly.

The data centre modules have already been built, and are currently in transit to the Victoria site. Both modules are expected to be on site within days, with cranes booked to assemble the data centre modules later this week. The Company already has strong and increasing demand from customers for hosting cryptocurrency mining equipment at the site.

DC Two's Managing Director, Blake Burton said; "Today's milestone is a fantastic step towards commissioning the Victoria site. This follows our recent achievement of selling the entire 2MW of capacity at our first regional project in Western Australia, which is estimated to generate approximately ~\$2.4m of recurring revenue per year."



One data centre module being shipped to the Vitoria site.

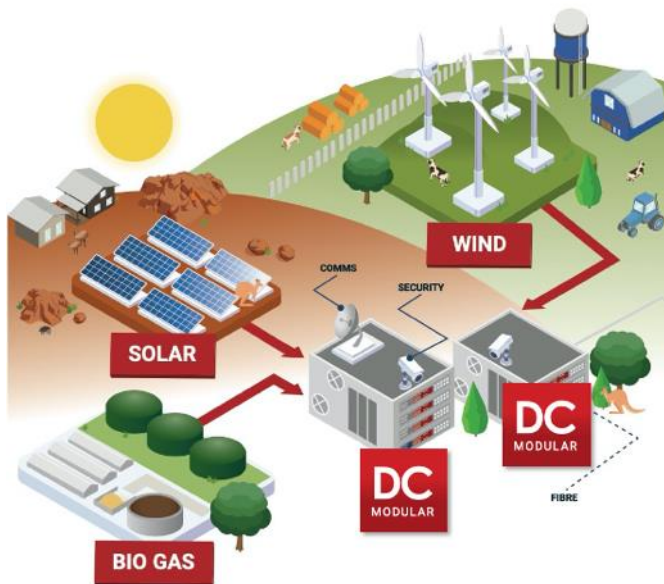
This announcement has been approved for release by the Board of DC Two.

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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.