



Supplementary Prospectus

DUG TECHNOLOGY LTD ACN 169 944 334

Important Information

This supplementary prospectus is dated 5 August 2020 (**Supplementary Prospectus**) and relates to the prospectus dated 10 July 2020 issued by DUG Technology Ltd (ACN 169 944 334) (**Company** or **DUG**) (**Prospectus**), relating to the initial public offering of fully paid ordinary shares (**Shares**) in DUG and admission of DUG to the official list of ASX Limited (**ASX**).

This Supplementary Prospectus was lodged with the Australian Securities and Investments Commission (**ASIC**) on 5 August 2020. Neither ASIC nor ASX, nor their respective officers, take any responsibility for the contents of this Supplementary Prospectus or for the merits of the investment to which the Prospectus and this Supplementary Prospectus relates.

If there is a conflict between the Prospectus and the Supplementary Prospectus, the Supplementary Prospectus will prevail to the extent of the inconsistency. Unless otherwise defined, words and expressions used in this Supplementary Prospectus have the meanings given to them in the Prospectus.

This Supplementary Prospectus is available to Australian and New Zealand investors in electronic format at <https://dug.com/investor-centre/prospectus/>.

This Supplementary Prospectus is an important document and should be read in its entirety and in conjunction with the Prospectus. Please consult your stockbroker, solicitor, accountant, financial adviser or other independent professional adviser before deciding whether to invest or if you do not fully understand the contents of these documents.

1. Background

The purpose of this Supplementary Prospectus is to:

- a. update the 'Key Dates' table in the Prospectus;
- b. provide an update on the Company's activities, specifically in relation to the new DUG McCloud contractual arrangements; and
- c. update the Company's substantial shareholders, as set out in section 7.1.6 of the Prospectus.

The Company makes amendments to the Prospectus as set out in sections 2, 3 and 4 below.

2. Changes to Key Dates

The purpose of this Supplementary Prospectus is to update the information provided in the 'Key Dates' table of the Prospectus as a result of early closure of the Offer and an earlier than expected commencement of trading on the official list of ASX.

The 'Key Dates' table in the Prospectus has been extracted below.

Prospectus Date	10 July 2020
Offer opens	20 July 2020
Offer closes	5.00 pm on 10 August 2020
Settlement	13 August 2020
Expected despatch of holding statements	17 August 2020
Expected commencement of trading on the ASX	25 August 2020

Note: This timetable is indicative only and may change. Unless otherwise indicated, all times are stated in WAST. DUG, in consultation with the Lead Manager, reserves the right to vary any and all of the above dates and times without notice (including, subject to ASX Listing Rules and the Corporations Act, to close the Offer early, to extend the date the Offer closes, to accept late Applications or bids, either generally or in particular cases, or to cancel or withdraw the Offer before settlement, in each case without notifying any recipient of this Prospectus or any applicants). DUG may accept Applications in its discretion, and the Offer remains open for it to do so, under this Prospectus until admission of DUG to the Official List. If the Offer is cancelled or withdrawn before the allocation of Shares, then all application monies will be refunded in full (without interest) as soon as possible in accordance with the requirements of the Corporations Act. Investors are encouraged to submit their Applications as soon as possible after the Offer opens.

2.1. OFFER CLOSE

The 'Key Dates' table of the Prospectus states that the Offer closes at "5.00 pm on 10 August 2020" but the Company reserves the right to close the Offer earlier than this date.

Due to the early completion of the Offer, DUG closed the Offer at 1.00 pm (Australian Western Standard Time) on 24 July 2020. Therefore, the Offer close should be read as "1.00 pm on 24 July 2020".

2.2. EXPECTED SETTLEMENT AND DESPATCH HOLDING STATEMENTS

The 'Key Dates' table of the Prospectus states that the expected Settlement of the Offer is 13 August 2020 but the Company reserves the right to vary this date.

The 'Key Dates' table of the Prospectus states that the expected despatch of holding statements is expected to occur on 17 August 2020 but the Company reserves the right to vary this date.

Due to the early completion of the Offer and receipt of conditional approval from ASX to admit DUG to the official list of ASX:

- a. The expected Settlement of the Offer should be read as "5 August 2020".
- b. The expected despatch of holding statement should be read as "6 August 2020".

2.3. EXPECTED COMMENCEMENT OF TRADING ON ASX

The 'Key Dates' table of the Prospectus states that the expected commencement of trading on the official list of ASX is "25 August 2020" but the Company reserves the right to commence trading on the official list of ASX earlier than this date.

Due to the early completion of the Offer and receipt of conditional approval from ASX to admit DUG to the official list of ASX, the expected commencement of trading on the official list of ASX should be read as "12 August 2020".

As detailed in sections 2.1 - 2.3 above, the 'Key Dates' table in the Prospectus should be read with reference to the updated dates and times. The updated 'Key Dates' table in the Prospectus should be read as follows:

Prospectus Date	10 July 2020
Offer opens	20 July 2020
Offer closes	1.00 pm on 24 July 2020
Settlement	5 August 2020
Expected despatch of holding statements	6 August 2020
Expected commencement of trading on the ASX	12 August 2020

3. Company Activities - New DUG McCloud Contract

On 29 July 2020, DUG signed a McCloud Agreement to provide a multi-national energy company, with access to High Performance Compute (HPCaaS) and DUG Insight software and Services through the DUG McCloud platform. Commencing on 1 August 2020, the initial contract is for one year with renewal options. The committed value of the contract, excluding potential burst utilisation, is US\$2.7m per annum. The terms relating to DUG McCloud Contracts are outlined in Section 10.6.1.1 of the Prospectus issued on 10 July 2020.

4. Update to Substantial Shareholders

The purpose of this Supplementary Prospectus to update the information provided in the table in section 7.1.6 of the Prospectus as a result of an off-market transfer of Shares by Ixora Prince Pty Ltd (**Ixora**), which is detailed below.

On 20 July 2020, Ixora Prince Pty Ltd executed an off-market transfer of 2,222,222 Shares to 'sophisticated and professional investors' as defined in Chapter 6D of the Corporations Act 2001 (Cth) (**Corporations Act**) (**Share Transfer**).

The consideration per Share under the Share Transfer was A\$1.35 per Share.

Due to completion of the Share Transfer, Ixora Prince Pty Ltd no longer holds a substantial interest in Shares on Completion.

In section 7.1.6 of the Prospectus, DUG inserted a table that set out all Shareholders who would hold a substantial interest in Shares on Completion, and also included their respective interest at Prospectus Date. The table in section 7.1.6 of the Prospectus did not reflect any Shares sold through an off-market transfer.

The table inserted in section 7.1.6 of the Prospectus has been extracted below.

Shareholder	Number of Shares held at Prospectus Date	% of Shares held at Prospectus Date ¹	Number of Shares held on Completion ²	% of Shares held on Completion ³
Matthew Lamont	26,770,054	42.4	23,807,321	23.9
Philip Schwan	9,206,866	14.6	7,232,760	7.3
Ixora Prince Pty Ltd (Strategic Investor)	5,036,225	7.9	5,036,225	5.0
Troy Thompson	4,979,731	7.9	3,501,371	3.5
Sharon McIntyre	4,500,000	7.1	4,500,000	4.5
Total	50,492,876	79.9	44,077,677	44.2

Notes:

1. Assumes 63,156,886 of Shares at Prospectus Date, including the Shares under the historical Loan Share plan that will be fully vested on Completion.
2. Includes the issue of new Shares under the Long Term Incentive Plan, the Convertible Note Shares and the issue of New Shares under the Offer.
3. Assumes 99,473,544 of Shares on Completion.

Since Ixora Prince Pty Ltd no longer holds a substantial interest in Shares, the table in section 7.1.6 of the Prospectus should be read without reference to Ixora Price Pty Ltd. The updated table in section 7.1.6 of the Prospectus should be read as follows:

Shareholder	Number of Shares held at Prospectus Date	% of Shares held at Prospectus Date ¹	Number of Shares held on Completion) ²	% of Shares held on Completion ³
Matthew Lamont	26,770,054	42.4	23,807,321	23.9
Philip Schwan	9,206,866	14.6	7,232,760	7.3
Troy Thompson	4,979,731	7.9	3,501,371	3.5
Sharon McIntyre	4,500,000	7.1	4,500,000	4.5
Total	45,456,651	72.0	39,041,452	39.2

Notes:

1. Assumes 63,156,886 of Shares at Prospectus Date, including the Shares under the historical Loan Share plan that will be fully vested on Completion.
2. Includes the issue of new Shares under the Long Term Incentive Plan, the Convertible Note Shares and the issue of New Shares under the Offer.
3. Assumes 99,473,544 of Shares on Completion.

5. Consent to Lodgement of Supplementary Prospectus

Each of the Directors of the Company has given and has not withdrawn their consent to the lodgement of this Supplementary Prospectus with ASIC as required by section 720 of the Corporations Act.

This Supplementary Prospectus has been signed by Dr. Matthew Lamont, for and on behalf of the Company.

Yours sincerely



Matthew Lamont Ph.D.
MANAGING DIRECTOR