ASX ANNOUNCEMENT
29 July 2026

June 2026 Quarterly Activities Report and Trading Update

DXN Limited ("DXN" or "the Company"), a prefabricated modular data centre specialist, is pleased to provide an operational and financial update for the quarter ending 30 June 2026 (the "June Quarter" or "Q4 FY26").

Key Highlights

- **Entered the global AI High-Performance Computing (HPC) market with a A$8.8 million (US$6.3 million) maiden contract from a US-listed neo-cloud operator.**
- **The AI HPC contract is structured as a proof-of-concept pilot, with the customer indicating intent to progress to a campus-scale program representing a potential follow-on revenue opportunity for DXN in excess of US$200 million, over the next one to two years, subject to successful delivery.**
- **Completed a A$7.0 million institutional placement at A$0.13 per share, strongly supported by new institutional investors, to fund delivery of the AI HPC contract and scale-up the Company's manufacturing capacity in Southeast Asia**
- **A growing pipeline of 99 identified projects (Q3FY26: 89 projects), with 7% of the pipeline in the verbal contracting stage including global AI compute infrastructure customers.**
- **Revenue for the quarter was $4.3 million, reflecting a decrease of 25.8% on the prior corresponding period (pcp), driven primarily by delays across modular projects from 1H FY26.**
- **Cash balance of approximately $11.0 million as at 30 June 2026; supported by $7.0 million Placement to support a growing pipeline as the Company enters the growing global AI compute infrastructure market.**
- **DXN enters FY27 with its strongest order book. Modular backlog orders of $19.0 million as at 30 June 2026, contributing to a total Company backlog of $23.5 million.**
- **Advancements made on Asian manufacturing expansion, with a factory site in Johor, Malaysia secured and leased.**
- **Progressed Asia-Pacific expansion strategy through the entity setup, leadership appointments and initial order designs of the Indonesian Joint Venture[1] (SSDXN).**
- **DXN anticipates converting approximately 45% of total backlog into revenue in 1HFY27.**
- **Unaudited FY26 revenue of $10.9 million a decrease of 31.9% on FY25 due to a slowdown in project activity and customer deferrals observed in 1H FY26.**
- **Completed the strategic divestment of DXN's non-core colocation data centre in Hobart, for total consideration of up to A$520,000, sharpening DXN's focus on its core prefabricated modular operations**
- **Significant growth opportunity as DXN enters FY27 with a strengthened capital position, to support successful delivery of maiden AI HPC contract, conversion of strongest back-log position and Asian expansion strategy.**

Shalini Lagrutta, Managing Director of DXN, commented, "The maiden AI HPC contract secured this quarter was a defining milestone for DXN, further reinforcing our US delivery track record, our capabilities specifically for the high-density AI inference market and the next step in DXN's growing global footprint. Securing a publicly listed, US-based neo-cloud operator as a customer further validates DXN's strategic direction and execution over the last three years.

The selection of DXN by a leading US-listed neo-cloud operator ahead of a large-scale campus programme reflects our differentiation in speed-to-deployment, modular scalability and direct liquid cooling expertise. We look forward to delivering this proof-of-concept and growing what we expect to be a significant long-term commercial partnership."

AI is compressing deployment windows, power availability, more than construction is dictating site-selection and where data-centres get built. Prefabrication de-risks onsite construction. Importantly, this maiden contract is proof of DXN's strategy and points to a broader shift toward prefabricated capacity across the data-centre sector. In Australia, that shift is pushing development into regional, bring-your-own-power sites suited to fast, repeatable, deployable builds, exactly where DXN is positioned."

"Our recent capital raise lands at a pivotal moment, funding delivery of this contract and the scale-up of our manufacturing capability; setting DXN up for the growth we see ahead in AI compute infrastructure."

Q4 Financials

DXN finished FY2026 with a record closing backlog of $23.5 million as at 30 June 2026, providing strong revenue visibility into FY2027, supported by a pipeline of 99 identified opportunities. Building on the revenue improvement experienced in Q3, Q4 continued this positive momentum as previously deferred modular projects progressed through execution. This contributed to Q4 revenue of $4.3 million. While quarterly revenue was 25.8% below the prior corresponding period, the continued advancement of the Group's project portfolio contributed to FY2026 revenue of $10.8 million and provides a solid platform for further growth in FY2027.

The Company closed the quarter with a cash balance of $11.0 million, reflecting a significantly strengthened liquidity position following the successful completion of a A$7.0 million institutional placement. The placement was completed at A$0.13 per share, representing a 25.7% discount to the last closing price prior to announcement, and was led by Jarden Australia Pty Ltd as Sole Lead Manager. Proceeds will be used to fund delivery of the recently awarded AI HPC contract, expand the Company's manufacturing capability in Southeast Asia, support working capital requirements associated with the growing project pipeline, and meet costs associated with the capital raising.

Operating cash flow remained positive at $0.8 million for the June quarter, consistent with the March quarter. The continued positive operating cash flow reflects the ongoing progression of key modular projects, with project execution driving customer billings and cash receipts while supporting continued delivery across the Group's expanding project portfolio.

On 30 June 2026, DXN completed the strategic divestment of non-core subsidiary TAS01 Pty Ltd, owner of the Company's Hobart colocation data centre. The transaction is expected to generate a total consideration of up to A$520,000, comprising of an upfront payment of A$400,000 (subject to customary completion adjustments, including outstanding trade payables) and a contingent earn-out of A$120,000 payable approximately seven months after completion, subject to the achievement of agreed revenue targets. The transfer of the lease to the purchaser remains subject to the landlord's consent, which is expected to be finalised in the coming month.

Operating highlights

Modular Data Centre revenue totalled approximately $3.6 million during the June quarter. Modular revenue for the quarter was largely supported by progress with the Globalstar, Speedcast, US AI

Customer, the global internet company customer in South America and AP Telecom projects.

DXN's Data Centre Operations delivered revenue of approximately $0.5 million in Q4 FY26. The Data-Centre-as-a-service (DcaaS) division delivered $0.1 million of revenue during Q4 FY26.

During the quarter DXN secured a binding contract with a US-listed neo-cloud operator, marking the Company's entry into the global neo-cloud and AI HPC segment, building on its established US deployment track record. The turnkey solution incorporates DXN's proprietary prefabricated module platform with fully integrated power, direct-to-chip liquid cooling, fire suppression and building management systems, supporting GPU rack densities of up to 150kW per rack, consistent with DXN's standard AI HPC module range. Manufacturing commenced immediately at the Company's Welshpool, Western Australia facility, the AI module design for both phase 1 and phase 2 is close to completion. The Company expects to head into full production of the Phase 1 AI modules in the first weeks of Q1 FY27, the design of the customers module is standardised for volume manufacturing for the future phases. Commissioning at the customer's US mainland site is targeted within approximately six months of contract signing (circa December 2026).

Subsequent to quarter end, DXN was awarded a A$1.0 million contract by the American Samoa Telecommunications Authority for the design, manufacture, delivery and installation of a Cable Landing Station (CLS). Furthermore, DXN announced a contract for $1.2 million by the Solomon Islands Submarine Cable Company Limited (SISCC) for the design, manufacture, delivery, installation and commissioning of a Cable Landing Station (CLS) supporting the Adamasia Cable System-1 (ACS-1) submarine cable project

The Company continued to progress its Asian growth strategy with developments across the Company's Malaysian manufacturing expansion plans and the JV. DXN has incorporated a wholly owned subsidiary in Malaysia, identified a suitable factory site, signed the lease on this site and is actively hiring to support the setup of its first overseas manufacturing facility in Johor, Malaysia. The JV with Super Sistem Indonesia (SSI) and the new Malaysian subsidiary were both established in January 2026[1] assisting DXN's Asia-Pacific expansion strategy and allowing the Company to capitalise on a rapidly growing regional digital infrastructure market in the region. The Company is now targeting Q1 FY27 for the commencement of its Malaysian manufacturing facility and the JV's commercial operations in Indonesia.

Related Party Payments

The aggregate payments to related parties and their associates totalled $219,800 for the quarter. These payments comprised fees, salaries, superannuation paid to the executive management and directors. The level of related-party payments for the quarter reflects the timing of these payments.

Outlook

DXN enters FY27 with a materially strengthened balance sheet and a foothold in the global AI HPC and neo-cloud market following its maiden contract win. The Company's near-term priority is successful delivery and commissioning of the AI HPC pilot, which management regards as the key catalyst for converting the indicative campus-scale opportunity, in excess of US$200 million, into contracted work.

In parallel, DXN continues to execute its Asia-Pacific growth strategy, including its Indonesian joint venture and Malaysian manufacturing expansion, while extending its footprint in Pacific telecommunications infrastructure through the ASTCA Cable Landing Station award. The Company believes its productised, rapidly deployable modular platform, including integrated cooling solutions for AI workloads and reinforced capital position, allows DXN to capitalise on accelerating global demand for high-density AI compute infrastructure, alongside continued momentum across its core segments.

DXN is well positioned to deliver sustainable top-line growth over the medium term, and enters FY27 with its strongest back log position of $23.5 million, whilst growing a robust project pipeline with projects from new and repeat customers. This momentum will be further reinforced by DXN's established global customer base, which continues to deliver strong repeat business, alongside the robust performance of the Company's Modular and Data Centre as a Service (DCaaS) segments.

Current Pipeline	% of overall pipeline	No. of projects (as at 17 Jul 26)[1]	No. of projects (as at 9 Apr 26)	No. of projects (as at 27 Jan 26)
Identified	41%	41	33	27
Qualified	16%	16	23	28
Proposal or RFP Submitted	27%	27	19	18
Final Negotiations	9%	8	8	4
Verbal win/ Contracting	7%	7	6	3
Total	**100%**	**99**	**89**	**80**

1. Includes Solomon Islands Submarine Cable Company Limited (SISCC) announced today, 29 July 2026.

Quarterly Webinar

Managing Director Shalini Lagrutta and CFO Laila Green will host an investor webinar today, Wednesday 29 July at 10.30am (AEST).

Investors can register for the webinar via the link here.

Following the presentation investors will have the opportunity to ask questions.

Investors may submit questions prior to the webinar to melanie@nwrcommunications.com.au or do so via the Q&A function during the webinar.

Ends-

This announcement was authorised for release by the Board of Directors.

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1. The JV established in January 2026 with Super Sistem Indonesia (SSI), a critical digital infrastructure operator specialising in subsea fibre optic cable systems. The JV is a transformative step in DXN's Asia-Pacific expansion strategy, shifting the company from an export-heavy model (~80% of FY25 modular revenue came from exports) to localised manufacturing and sales in one of Southeast Asia's fastest-growing digital infrastructure markets. The partnership sees:
    a. The establishment of a jointly owned and operated manufacturing factory in Jakarta, Indonesia, to produce and fulfil these orders locally;
    b. SSI to provide local market knowledge, subsea cable infrastructure, and existing customer

relationships and place all future orders for prefabricated modular data centres through the JV; and

c. DXN to contributes its expertise in designing, engineering, and manufacturing prefabricated modular data centres.

About DXN Limited

DXN is a vertically integrated manufacturer and operator of modular data centres in Asia Pacific. DXN's core business is designing, engineering, manufacturing, maintaining and operating data centres.
The Company works with major government and blue-chip enterprise customers.
It has three core divisions:

1. **Modular Division** – Delivers prefabricated, scalable EDGE data centres and critical infrastructure, tailored to diverse industries including telecom, mining, defence, and subsea cable operators.
2. **Data Centre Operations** – Owns and manages data centres in Darwin and Hobart, providing colocation, monitoring, and managed hosting services.
3. **Data Centre as a Service (DCaaS)** – A capital-light "facility as a service" model, offering bespoke data centre and satellite ground station solutions with end-to-end management, maintenance, and 24/7 monitoring.

For more https://dxn.solutions.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity	
DXN Limited	

ABN	Quarter ended ("current quarter")
46 620 888 548	30 June 2026

	Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**			
1.1	Receipts from customers		5,301	15,115
1.2	Payments for			
	(a)	research and development	(14)	(39)
	(b)	product manufacturing and operating costs	(2,657)	(7,354)
	(c)	advertising and marketing	(14)	(84)
	(d)	leased assets	(145)	(579)
	(e)	staff costs	(1,140)	(4,381)
	(f)	administration and corporate costs	(441)	(2,557)
1.3	Dividends received (see note 3)		0	0
1.4	Interest received		11	42
1.5	Interest and other costs of finance paid		(134)	(510)
1.6	Income taxes paid		0	0
1.7	Government grants and tax incentives		0	2
1.8	Other (provide details if material)		0	800
1.9	**Net cash from / (used in) operating activities**		**767**	**455**

2.	**Cash flows from investing activities**			
2.1	Payments to acquire or for:			
	(a)	entities	0	0
	(b)	businesses	0	0
	(c)	property, plant and equipment	(267)	(1,386)
	(d)	investments	0	0
	(e)	intellectual property	0	0
	(f)	other non-current assets	0	0

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
2.2	Proceeds from disposal of:		
	(a) entities	0	0
	(b) businesses	0	0
	(c) property, plant and equipment	0	0
	(d) investments	0	0
	(e) intellectual property	0	0
	(f) other non-current assets	0	0
2.3	Cash flows from loans to other entities	0	0
2.4	Dividends received (see note 3)	0	0
2.5	Other (provide details if material)	0	0
2.6	**Net cash from / (used in) investing activities**	**(267)**	**(1,386)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	7,000	7,000
3.2	Proceeds from issue of convertible debt securities	0	0
3.3	Proceeds from exercise of options	98	436
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(462)	(462)
3.5	Proceeds from borrowings	2,000	2,000
3.6	Repayment of borrowings	0	0
3.7	Transaction costs related to loans and borrowings	(164)	(195)
3.8	Dividends paid	0	0
3.9	Other (provide details if material)	0	0
3.10	**Net cash from / (used in) financing activities**	**8,472**	**8,779**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	1,971	3,120
4.2	Net cash from / (used in) operating activities (item 1.9 above)	767	455
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(267)	(1,386)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	8,472	8,779
4.5	Effect of movement in exchange rates on cash held	45	20
4.6	**Cash and cash equivalents at end of period**	**10,988**	**10,988**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	7,958	1,347
5.2	Call deposits	0	0
5.3	Bank overdrafts	0	0
5.4	Other- 31 and 60 day notice bank account	3,030	623
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**10,988**	**1,971**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1. This includes Director, CEO and CFO remuneration.	(220)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	0

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	7,000	7,000
7.2	Credit standby arrangements	0	0
7.3	Other (please specify)	0	0
7.4	**Total financing facilities**	7,000	7,000

7.5	**Unused financing facilities available at quarter end**	0

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

A secured facility has been arranged with iPartners, comprising an original $5m facility plus an additional $2m refinanced amount, totalling $7m. The facility carries an interest rate of 9.7% per annum and matures in November 2027. It is secured by a General Security Agreement (GSA) over the Darwin Property and the Darwin DC (SDC).

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	767
8.2	Cash and cash equivalents at quarter end (item 4.6)	10,988
8.3	Unused finance facilities available at quarter end (item 7.5)	0
8.4	Total available funding (item 8.2 + item 8.3)	10,988
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	n/a

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: n/a

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: n/a

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: n/a

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 29 July 2026

Authorised by: The Board of DXN Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.