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ASX RELEASE
23/06/2026

Proposal to acquire certain assets from Hudson Global Resources (Aust) Pty Limited ACN 002 888 762 (Administrators Appointed)

HiTech Group Australia Limited (ASX: HIT) (**Company**) has recently become aware of the Supplementary Report issued to the Creditors of Hudson Global Resources (Aust) Pty Limited ACN 002 888 762 (Administrators Appointed) (**HGR**), which provides details regarding a proposal submitted by the Company to HGR.

The Company confirms that it has submitted a proposal (**Offer**) to the administrators of HGR regarding a potential acquisition by the Company of certain assets of HGR under a Deed of Company Arrangement (**DOCA**).

Under the Offer, the Company would acquire selected assets and employees of HGR for total consideration of up to $15 million comprising:

- a $4 million upfront component that is not subject to further due diligence, to be contributed into a DOCA fund for distribution among creditors (**Initial Payment**);
- a further amount of up to $6 million which is to be contributed to the same DOCA fund upon the satisfactory completion of confirmatory due diligence and all closing conditions (as described further below); and
- up to $5 million in deferred consideration, to be paid out of operating cash flows of HGR subject to available cash.

The selected assets of HGR proposed to be acquired under the Offer are primarily related to the UpperGround business and the necessary assets and employees to support the ongoing operations of the UpperGround business.

The Offer is not legally binding until, among other things, the Administrators put this Offer to creditors, it is approved by creditors and HiTech submits a binding offer after completing confirmatory due diligence that is in turn accepted by the Administrators.

The Initial Payment must be made if Hudson's creditors approve the Offer at a creditors' meeting scheduled for 24 June 2026 and is not refundable to HiTech unless HiTech does not obtain approval or a notification waiver from the ACCC for the Offer under the merger control regime.

It is intended that the Offer will be funded by a mixture of debt and equity, subject to acceptance of the Offer.

As outlined above, the Company notes that the Offer remains subject to approval by creditors of HGR, and of the $15 million in total consideration, $11 million remains conditional upon various closing conditions including HiTech obtaining necessary regulatory approvals and financing. Accordingly, there is no guarantee that the Offer will result in a completed transaction.

The Company remains committed to its stated growth strategies and is positive about the growth outlook on a standalone basis. However, the submission of the Offer is part of the Board's strategy to explore alternatives to maximise value for the Company's shareholders. It is the Company's view that the Company would be a responsible long-term operator of the UpperGround business, and provide the best prospects of continued employment for selected employees, commit to meet ongoing statutory obligations and ensure consistency in quality of service to its customers.

The Company has made this announcement in the interests of informing its shareholders and the market in light of the Offer.

The Company will keep its shareholders and the market appropriately updated in accordance with its continuous disclosure obligations, and will make a further announcement in the event of any material developments.

The Company has appointed Tenet Advisory & Investments as financial advisor, and Gadens as legal advisor.

This announcement has been authorised for release by the Board of the Company.

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