ASX
ANNOUNCEMENT

2 June 2026

Debt facility rollover

- **Diatreme secures a further 12-month extension of its existing $1.0 million debt facility, with the maturity date now extended to 30 May 2027.**
- **Continued lender support provides additional financial flexibility, while preserving cash for advancement of the Company's flagship Northern Silica Project in Far North Queensland.**

Silica sands developer, Diatreme Resources Limited (ASX: DRX) has agreed a further 12-month extension of its existing $1.0 million debt facility, with the facility now maturing on 30 May 2027 in a boost for the Company's capital management. The funding will support development of Diatreme's Queensland silica sand projects, including its flagship Northern Silica Project, amid continued strong demand for low-iron, high-purity silica sand for the solar PV industry.

Key terms of the facility remain unchanged:

- Interest rate of 7.5% per annum, payable quarterly in arrears;
- Extension period of 12 months, from 30 May 2026 to 30 May 2027;
- At maturity, the parties will continue to engage in good faith discussions regarding repayment and/or any further extension; and
- The facility remains unsecured and may be repaid at any time without penalty.

Background

The facility originated from a convertible note arrangement that was fully drawn by 2 May 2017, totalling $3.0 million. Following shareholder approval, the equity component was issued after maturity in October 2018. The remaining debt component has subsequently been subject to various extensions and was reduced by $500,000 in 2024, leaving the current principal balance of $1.0 million.

The Board thanks Ms Jie Wu, an unrelated party and lender under the facility, for her continued support and ongoing confidence in the Company.

Diatreme CEO Neil McIntyre said:

"We appreciate Ms Wu's continued support and willingness to extend the facility for a further 12 months. This continued lender support provides additional financial flexibility to Diatreme while we advance our Queensland silica sand projects towards development."

Authorised for release by the Board:

Neil McIntyre
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About Diatreme Resources

Diatreme Resources (ASX: DRX) is an emerging Australian producer of mineral and silica sands based in Brisbane. Our key projects comprise the Northern Silica Project and Galalar Silica Sand Project in Far North Queensland, located adjacent to the world's biggest silica sand mine at Cape Flattery, together with the Cape Flattery Silica Project. Both the Northern Silica and Cape Flattery projects have been designated “Coordinated Projects” by the Queensland Government, and all are strategically located near the silica sand export focused Cape Flattery Port.

The NSP has been designated a Major Project (see DRX ASX release on 17 June 2025) by the federal government**.** This reflects the significance of the low iron, high purity silica sand project in the context of critical minerals, both for Queensland and Australia.

In Western Australia’s Eucla Basin, Diatreme’s ‘shovel-ready’ Cyclone Zircon Project is considered one of a handful of major zircon-rich discoveries of the past decade.

Global material solutions group Sibelco is Diatreme’s development partner on its silica projects portfolio. Sibelco has invested circa $49 million into both the silica sands project and Diatreme at the corporate level and is an important partner in all aspects of the projects’ development.

Diatreme’s silica sand resources will support global decarbonisation by providing the necessary high-grade, premium quality silica for use in the solar PV industry. The Company has a strong focus on ESG, working closely with its local communities and other key stakeholders to ensure the long-term sustainability of our operations, including health, safety and environmental stewardship.

Diatreme has an experienced Board and management, with expertise across all stages of project exploration, mine development and project financing together with strong community and government engagement skills.

For more information, please visit www.diatreme.com.au

References to previous ASX releases

This announcement contains references to the following ASX releases:

- Rollover of convertible note – 6 August 2018
- Extension of debt facility – 27 March 2020
- Early extension of debt facility – 19 August 2021
- Rollover of debt facility – 14 October 2022
- Debt facility rollover – 31 May 2024
- Rollover of debt facility – 30 May 2025