ASX Announcement
17 August 2026

Horn Silver Project
Acquisition Completed

HIGHLIGHTS

- Diablo completes acquisition of the Horn Silver Project, securing 80% ownership of 101 unpatented claims and option rights over 101 patented claims.
- DBO will now exercise the Option over the Horn Silver Project patented claims [3–5], with all conditions precedent under the Option Agreement now satisfied.
- Horn Silver covers approximately 13.2 km^2 across 202 claims and hosts the historic Horn Silver Mine which has produced:
  - Approximately **17,000,000 oz of Silver (Ag) and 30,000 oz Gold (Au)**[1,2] at reported grades of 604 g/t Ag and 1.04 g/t Au[1-2].
  - The historic mine and surrounding project area host multiple untested exploration targets including interpreted near mine extensions, coherent Induced Polarisation ("IP") anomalies, shallow Au-Ag mineralisation and regional Cu-Ag skarn prospects.
- Horn Silver and Star Range are located approximately **15 km apart**, establishing a district scale position within Utah's Frisco mining district and providing potential operational efficiencies across exploration, permitting and drilling.
- Diablo's **A$3.5 million placement was completed in** July 2026[4], providing funding to advance exploration activities across Horn Silver and Star Range, including planned drilling and regional target generation.
- At nearby Star Range, the North Star Prospect is permitted for an initial ~**1,000 metre, five hole diamond drilling program**, with approvals providing flexibility for up to 27 holes from 12 drill pads.
- Recent exploration at Star Range has also extended the South Star Ag, Sb prospective trend to more than 3,000 metres and defined an approximately **400 metre copper in soil anomaly** at East Star.
- **Silver, copper and antimony are all included on the United States' 2025 List of Critical Minerals**[7]. Strengthening the strategic context for Diablo's Utah focused portfolio.

Diablo Resources Ltd (**ASX: DBO**) ("**Diablo**" or "**the Company**") is pleased to advise that the Company has completed the acquisition of Antler Resources LLC (the **Acquisition**), securing 80% ownership of 101 unpatented claims and the option rights over 101 patented claims at the Horn Silver Project in Utah, USA.

Following the Acquisition, the Company confirms that it now intends to commence the formal procedure to exercise the Option over the Horn Silver Project patented claims [3–5] within the Horn Silver Project. All conditions precedent under the Option Agreement have now been satisfied, and the option will be exercised in accordance with the agreed terms.

CEO Lyle Thorne commented: *"Securing our interest in the Horn Silver Project provides a clear pathway for Diablo to advance one of Utah's most compelling historic polymetallic districts. Together with our ongoing work at Star Range, the Company now controls two strategically located projects within a highly prospective mineral belt. With ownership consolidated, we can move forward confidently with on-ground exploration (including drilling, geophysics, and broader district-scale evaluation) across both Horn Silver and Star Range Projects over the coming months.*

*Silver is increasingly recognised as both a **precious** and **strategic** metal, with growing demand from defence systems, electric vehicles, solar panels, AI data centres, and 5G infrastructure. Recent U.S. domestic policy initiatives aimed at strengthening supply chain security for critical minerals (including federal programs supporting domestic exploration, permitting efficiency, and strategic-metal development) further reinforce the importance of projects like Horn Silver within the national context.*

We are committed to contributing to the United States' efforts to secure reliable supplies of critical minerals and to advancing Horn Silver in a manner aligned with these national priorities."

HORN SILVER PROJECT - OVERVIEW

LOCATION

The Horn Silver Project is located approximately 20 km west of Milford in Beaver County, southwestern Utah, USA, within the historic Frisco Mining District.

The Project covers approximately 13.2km^2 and consists of 101 unpatented lode claims and 101 patented claims.

Access to the Project is provided by numerous maintained gravel roads and tracks. The sealed Utah State Route 21 passes through the lower portion of the Project area, while power lines and gas pipelines are located nearby. The Union Pacific Railway passes through Milford.

Several open pit copper deposits are currently being mined by Milford Mining[6] approximately 15 km west of the Project area. No current resource estimates or production figures for those operations are publicly available.

Diablo's Star Range Ag-Sb project lies approximately 15 km from Horn Silver. The proximity of the two projects provides the Company with a complementary portfolio of silver, antimony and copper exploration assets and the potential to leverage technical expertise, field logistics, contractors, permitting activities and future drilling programs across its Utah portfolio.

The combination of Horn Silver and Star Range materially expands Diablo's exploration footprint in an established mining district and provides a portfolio containing both advanced drill targets and earlier stage regional opportunities.

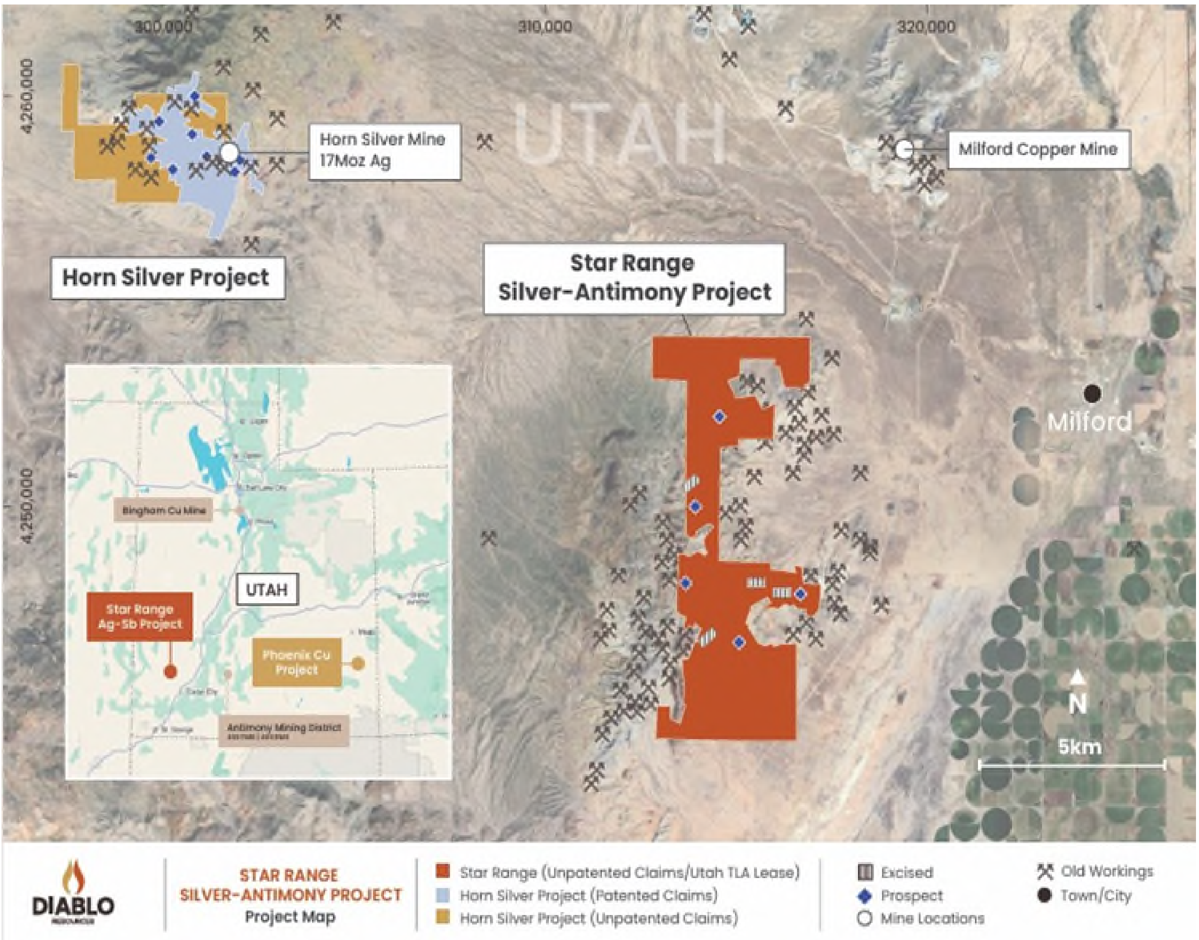

Figure 1 – Location Map

GEOLOGY & MINERALISATION

The Horn Silver Project is located within Utah's Frisco Mining District, an area with a long history of mining activity that producing lead, zinc, copper, gold and silver.

The Project lies within the Basin and Range Province and comprises faulted sedimentary sequences, predominantly siliciclastic and carbonate rocks of Palaeozoic to Tertiary Age. These rocks have been intruded and metamorphosed by intrusive rocks of granitic composition, including porphyritic quartz monzonite.

The Project hosts numerous old workings, the majority of which were exploited in the late 1800s to mid-1900s for base and precious metals. Mineralisation is known to occur as structurally controlled replacement style (Carbonate Replacement Deposit (CRD)) and breccia vein systems along sediment contacts, together with skarn-style mineralised zones associated with intrusive contacts.

The Project provides immediate exploration potential, with mineralisation at the historic Horn Silver Mine remaining open at depth and along strike. Additional opportunities include shallow Au Ag mineralisation outside the historic workings and several high-priority IP anomalies that represent potential drill targets.

Importantly, the exploration opportunity extends beyond the historic mine. Historical mining records, surface geochemistry and modern geophysical surveys have identified a broader pipeline of targets across the Project area, including near mine extensions, untested IP anomalies and regional Cu-Ag skarn prospects.

Rock sampling across the broader Project area has returned highly anomalous results up to **1,310 g/t Ag and 0.2% Sb**, further supporting the presence of a district-scale silver–antimony–copper mineralised system.

The acquisition expands Diablo's strategic footprint in Utah, consolidating a **13.2 km² land package across 202 claims**, including 101 patented claims that may provide advantages for access, permitting and exploration planning. (see Figures 1 & 2).

Located approximately **15 km from Diablo's Star Range Project**, Horn Silver strengthens the Company's position within the highly prospective and historically productive Frisco Mining District. The proximity of the two Projects also provides potential operational efficiencies as Diablo advances fieldwork, permitting and drilling activities across its Utah Portfolio.

Together, the interpreted extensions of the historic Horn Silver Mine, multiple untested IP anomalies and regional Cu-Ag skarn prospects provide Diablo with a pipeline of near-term exploration and drill-ready opportunities alongside broader regional discovery potential.

EXPLORATION TARGET PIPELINE

The combination of interpreted near mine extensions, multiple untested IP anomalies and regional Cu, Ag skarn prospects provide Diablo with a pipeline of targets ranging from near mine opportunities to broader district scale exploration prospects.

Historical and modern datasets outline a robust pipeline of targets including:

- **Horn Silver Mine extensions**: Interpreted extensions beneath and adjacent to the historic Horn Silver Mine, where strong IP anomalies coincide with interpreted mineralised extensions.
- **Horn South**: Shallow Au-Ag mineralisation located on the periphery of the historic Horn Silver Mine.
- **Gossan Target**: IP anomaly located within a prospective geological and structural setting.
- **Buckhorn Mine**: IP anomaly associated with historical workings and prospective geology.
- **Regional structural and geochemical targets**: anomalies associated with historical workings and favourable structures across the broader Project.
- **Regional Cu-Ag skarn prospects**: targets associated with intrusive contacts that provide additional exploration opportunities outside the immediate Horn Silver Mine area.

These datasets collectively support Diablo's interpretation of a large and underexplored mineralised system with both near mine and regional exploration potential.

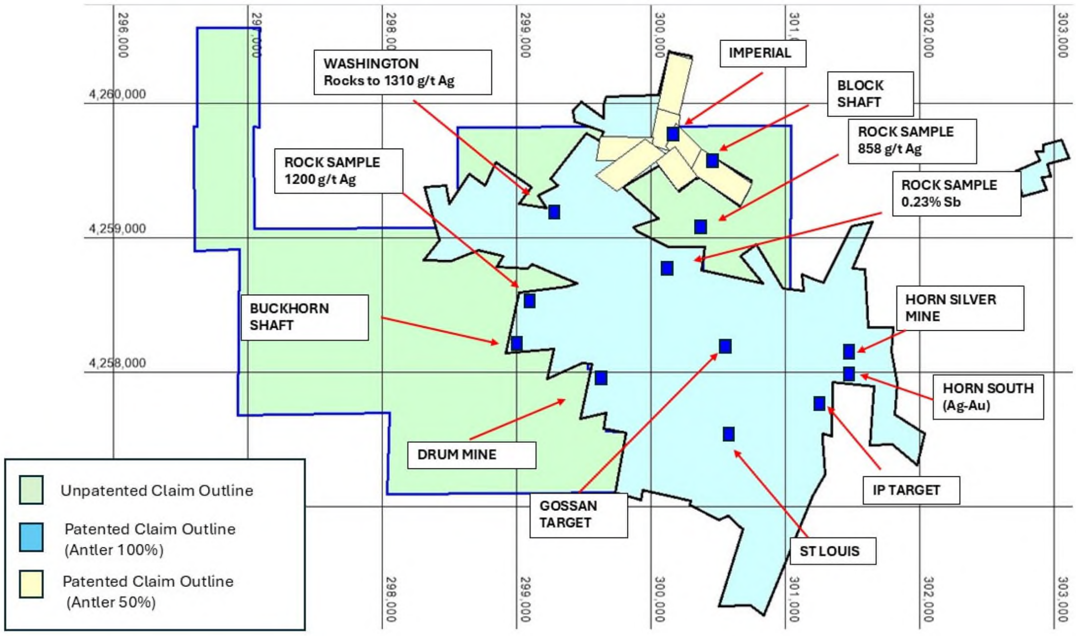

Figure 2 - Horn Silver Project -Overview

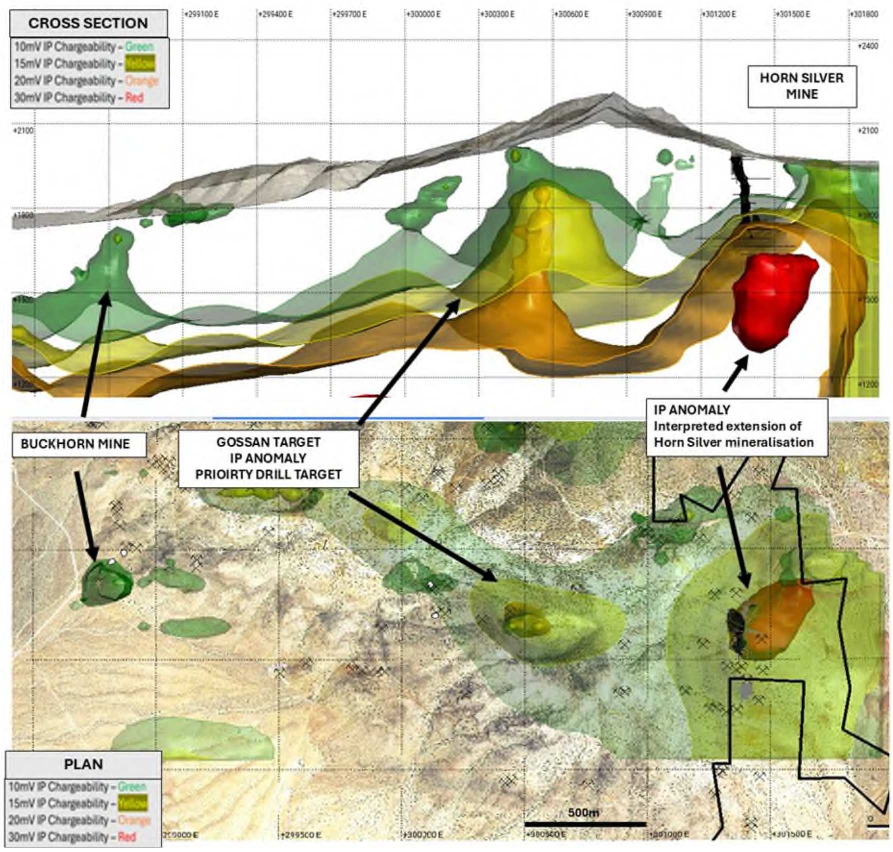

Figure 3 - Geophysical targets (IP)- Horn Silver Project

US CRITICAL MINERALS CONTEXT

The strategic setting for Diablo's Utah portfolio has strengthened following the inclusion of silver and copper on the United States' final 2025 List of Critical Minerals. Antimony, Lead and Zinc are also included on the list, meaning all of the principal commodities targeted across Diablo's Utah portfolio are recognised as critical minerals by the United States[7].

In July 2026 the United States issued Executive Order 14415, Securing America's Defence Supply Chains and Ensuring Domestic Acquisition of Critical Minerals. The Executive Order includes measures relating to critical material supply chain mapping and the accelerated testing and qualification of new sources and materials used in defence production[8].

These policy developments provide broader strategic context for Diablo's focus on silver, antimony and copper exploration in Utah.

CORPORATE

In consideration for the Acquisition, the Company has issued 36,000,000 ordinary fully paid shares (**Shares**) to the seller, Opal Resources Pty Ltd (Opal), with 25% of these Shares escrowed for 6 months from the date of issue and the remaining 75% of the Shares escrowed for 12 months from the date of issue.

Completion of the Acquisition issuance brings Opal directly onto Diablo's register, reflecting the transfer of project rights, data, and strategic assets that underpin the deal, strengthening the Company's growth platform by consolidating ownership of assets that complement its existing portfolio and advance its district-scale ambitions.

Antler, now 80% owned by Diablo, has notified the owners of the patented claims, Horn Silver Mines (HSM) of its intention to exercise the option under the terms of the Option Agreement, which includes the transfer of US$750,000 to HSM following transfer of title, with completion anticipated in the coming weeks.

Diablo also welcomes Mr Patrick Say onto the Board as a Non-Executive Director, effective immediately, bringing significant experience in geology and project management to the Company. His appointment strengthens the Board's technical and operational expertise as Diablo advances its exploration and development initiatives.

Mr. Say is a graduate of RMIT University in Victoria in Applied Geology (Hons). He has 20+ years' mining industry experience, including 10 years as Chief Geologist with Rex Minerals Limited, where he led the geological team which delineated and evaluated the Hillside copper-gold deposit through to Feasibility Study level.

Full details of the Acquisition terms are included in the Notice of Meeting, released on ASX on 29 May 2026 and approved by shareholders on 29 June 2026.

NEXT STEPS

With completion of the acquisition, Diablo will now progress:

- Continued integration of historical datasets into the Company's geological model.
- Commence on ground exploration at the Horn Silver Project, including geological mapping, sampling and target verification across priority areas.
- Refinement of priority targets across the historic Horn Silver Mine area and broader project area
- Further evaluation of the Gossan and Buckhorn IP anomalies and regional Cu-Ag skarn prospects.
- Finalisation of priority drill targets and progression of the required permitting for maiden drilling at Horn Silver.
- Advancement of the permitted maiden diamond drilling program at the North Star Prospect within the Star Range Project.
- Continued regional exploration and target generation across South Star, East Star and other priority areas at Star Range.

The Company will continue to rank and advance targets across its Utah portfolio and will provide further updates as exploration activities advance.

-END-

This announcement has been authorised for release by the Board.

For more information visit diabloresources.com.au or contact:

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Competent Persons Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Lyle Thorne, who is a Member of AusIMM and who has more than five years' experience in the field of activity being reported on. Mr Thorne is an employee of the Company. The information in the market announcement is an accurate representation of the available data. Mr. Thorne has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Thorne consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Future Performance

This announcement may contain certain forward-looking statements and opinion. Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties, assumptions, contingencies and other important factors, many of which are outside the control of the Company and which are subject to change without notice and could cause the actual results, performance or achievements of the Company to be materially different from the future results, performance or achievements expressed or implied by such statements. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Nothing contained in this announcement, nor any information made available to you is, or and shall be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Diablo.

REFERENCES

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2. Wray, W. B. (2006). *Mines and geology of the San Francisco district, Beaver County, Utah*. In R. L. Bon, R. W. Gloyn, & G. M. Park (Eds.), Mining districts of Utah (Utah Geological Association Publication 32, pp. 286–457)
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4. July 2, 2026- SHAREHOLDERS APPROVE STRATEGIC ACQUISITION OF HIGH-GRADE HORN SILVER PROJECT, UTAH, ASX Announcement. Diablo Resources Ltd
5. July 6, 2026, Tranche 2 PLACEMENT COMPLETED & CLEANSING NOTICE, ASX Announcement, Diablo Resources Ltd
6. https://milfordmining.com
7. *2025 List of Critical Minerals: https://www.usgs.gov/media/images/2025-list-critical-minerals*
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