



ASX ANNOUNCEMENT

14 October 2022

Rollover of debt facility

- **Diatreme arranges rollover of November 2022 maturing \$1.5 million debt facility for further 18 months, to May 2024**

Emerging silica sands developer and explorer, **Diatreme Resources Limited (ASX:DRX)** announced today an agreement to extend an existing \$1.5 million debt facility (**Debt Facility**).

Under the new agreement, the debt facility will be extended for a further 18 months from the current maturity date of 30 November 2022 to 30 May 2024.

Key terms of the extended debt facility comprise:

- Interest rate to remain at the current fixed rate of 7.5%, payable quarterly in arrears;
- Debt extension period is 18 months from maturity date of 30 November 2022 to 30 May 2024;
- At the new maturity date of 30 May 2024, the parties will negotiate in good faith at that time to further extend or repay the debt facility in part or whole;
- The debt facility remains unsecured and can be repaid at any time by the Company without any early repayment fee.

(Note: the debt relates to an original convertible note facility with a debt component that was fully drawn by 2 May 2017 and relevant shares were issued after maturity date (in October 2018 pursuant to shareholder approval). The debt component (\$1.5 million) was further extended to mature on 31 July 2020 and then rolled over to 30 November 2022).

The Directors wish to thank the lender, Ms Jie Wu, an unrelated party, for her continued support and the favourable extension terms provided to the Company.

Welcoming the debt rollover agreement, Diatreme's CEO Neil McIntyre said: *"We again thank Ms Wu for her continued support and confidence in Diatreme."*

"This debt rollover ensures we are able to maintain our prudent approach to protecting shareholder value, amid the continued progression of our Northern Queensland silica sand projects."

Authorised for release by:

Neil McIntyre
Chief Executive Officer

Wayne Swan
Chairman

Contact – Mr Neil McIntyre - Ph – 07 33972222

Website - diatreme.com.au

E-mail - manager@diatreme.com.au

For media queries, please contact:

Anthony Fensom, Republic PR

anthony@republicpr.com.au

Ph: +61 (0)407 112 623

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 Galalar Silica Project and Northern Resource Project in Far North Queensland, located next to the world's biggest silica sand mine at Cape Flattery.

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.

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

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

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

References to previous ASX releases

This announcement contains references to the following ASX releases:

- Early extension of debt facility – 19 August 2021
- Extension of debt facility – 27 March 2020
- Rollover of convertible note – 6 August 2018