

ASX ANNOUNCEMENT

28 August 2025

Proposed sale of Clermont Gold Project

Highlights

- Value to be realised via the divestment of the non-core Clermont Gold Project to unlisted company Moonlight Resources Limited.
- Moonlight targeting rapid Mineral Resource delineation from a number of drill-ready greenfield gold discoveries and expansive pipeline of additional proximal gold and copper targets.
- Moonlight has an existing, large, tenement portfolio consisting of early-stage rare earth element and uranium targets.
- Diatreme to become major shareholder in Moonlight.

Silica sands developer and explorer Diatreme Resources Ltd (“Diatreme,” ASX:DRX) is pleased to announce it has entered into an agreement to sell its Clermont gold exploration project in Queensland, Australia (“**Clermont Gold Project**”) to unlisted company, Moonlight Resources Limited (“**Moonlight**”).

The sale of the Clermont Gold Project to Moonlight will occur as part of Moonlight’s proposed ASX initial public offering (**IPO**). As consideration, Moonlight will issue to Diatreme ordinary shares and performance rights valued at A\$3.25 million under the IPO prospectus and will also pay A\$250,000 in cash. On completion of the IPO, Diatreme will be a significant shareholder in Moonlight and is expected to hold an initial interest of between 17.1% and 19.9%. In addition, Diatreme will have the right to appoint a nominee director to Moonlight’s board.

Moonlight currently holds exploration tenements for rare earths and uranium in the highly prospective MacDonnell Ranges in the Northern Territory, as part of its extensive, wholly-owned exploration portfolio across the Northern Territory, New South Wales, Queensland, and Western Australia, spanning a total of 5,204 km².

Neil McIntyre, CEO said “ The Clermont asset is non-core to Diatreme as it remains focussed on development of its extensive silica assets portfolio currently transitioning through final permitting and approvals. This transaction allows Diatreme to transition the Clermont tenements to a well credentialled exploration and development team whilst retaining an interest in its future development and value upside”

Transaction detail

The transaction is subject to several conditions precedent, including but not limited to:

- completion of satisfactory due diligence by both Diatreme and Moonlight;
- receipt of regulatory approvals for the transfer of the Clermont Gold Project tenements;
- lodgement of Moonlight's IPO prospectus with ASIC, a minimum A\$5 million raising under the IPO; and
- ASX granting conditional approval for quotation of Moonlight's shares and admission to the Official List.

The key terms of the sale agreement for the Clermont Project are contained in the Appendix to this announcement.

At the date of this announcement, Moonlight has submitted an application for in-principle advice to the ASX for in-principle advice on suitability for listing. Moonlight is seeking to list on ASX before the end of the 2025 calendar year.

This release has been authorised by the Board of Diatreme

Neil McIntyre

Chief Executive Officer

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About Diatreme Resources Limited

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 recently acquired Cape Flattery Silica Project. Both the Northern Silica and Cape Flattery projects have been designated "Coordinated Projects" by the Queensland Government and are strategically located near the export focused Cape Flattery Port.

The Northern Silica Project (NSP) is also a designated Major Project by the federal government. There are currently 18 federally declared Major Projects in Australia, consisting of a range of energy, infrastructure and mining projects, with NSP the **only current Major Project declared for Queensland**. 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 Cyclone Zircon Project is considered one of a handful of major zircon-rich discoveries of the past decade. Diatreme also owns 100% of the Clermont Copper-Gold Project in central Queensland.

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.

Diatreme's silica sand resources will contribute to 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

Appendix – Key terms of the sale agreement for the Clermont Project

Parties	<ul style="list-style-type: none"> • Moonlight Resources Limited ABN 65 678 095 273 • Diatreme Resources Limited ABN 33061 267 061 • Chalcophile Resources Pty Ltd ABN 41 090 712 217 (“Chalcophile”) • PGE Minerals Pty Limited ABN 95 642 538 805 (“PGE Minerals”)
Sale assets	100% interest held by Chalcophile and PGE Minerals (both wholly owned subsidiaries of Diatreme) in EPM 17968 and EPM 28949 and mining information in relation to the Clermont Project (the “ Sale Assets ”).
Consideration	<p>In consideration for the transfer of the Sale Assets, Moonlight will:</p> <ul style="list-style-type: none"> • pay Diatreme \$250,000 cash; • issue Diatreme new shares in Moonlight to the value of \$3.25 million, with the number of shares to be calculated based on the offer price per new share under the Moonlight IPO. The number of shares to be issued to Diatreme must not exceed 19.9% of Moonlight’s share capital immediately following listing on ASX; and • issue Diatreme nil exercise Performance Rights for the difference between \$3.25 million and the value of new Moonlight shares issued to Diatreme if Diatreme were to acquire an ownership percentage above 19.9% by exclusively receiving ordinary shares in Moonlight as part of the consideration for the sale of the Clermont Project. Each Performance Right will be convertible into one new share in Moonlight upon Moonlight announcing a maiden mineral resource for the Clermont Project.
Conditions precedent	<p>The completion of the transaction is subject to satisfaction or waiver of the following conditions precedent on or before 30 June 2026:</p> <ul style="list-style-type: none"> • completion of satisfactory due diligence by Moonlight in relation to the Sale Assets; • completion of satisfactory due diligence by Diatreme in relation to Moonlight’s assets and tenements; • no unacceptable variation to the conditions of the Clermont Project tenements; • in-principle confirmation from ASX that Moonlight meets the suitability requirements for listing on ASX; • regulatory approvals for the transfer of the Clermont Project tenements; • receipt by Moonlight of shareholder, board and financier approvals for the transaction; • stamp duty having been assessed and paid for the Sale Assets; • Moonlight having prepared and lodged an IPO prospectus with ASIC to raise a minimum of \$5 million; • assignment by Diatreme and its related bodies corporate of contracts in relation to the Clermont Project; • Moonlight receiving conditional approval from ASX for quotation of its shares on ASX and admission of Moonlight to the Official List; and • no breach of warranty by Diatreme or Moonlight prior to satisfaction of all other conditions precedent. <p>Diatreme and Moonlight will have the right to terminate the sale agreement where certain conditions precedent are not satisfied or waived by the conditions date or become incapable of being satisfied.</p>



Warranties	<p>Diatreme, Chalcophile and PGE Minerals (together the “Diatreme Parties”) have agreed to provide warranties to Moonlight regarding themselves and the Clermont Project, including the tenements, mining information, contracts, native title and environment.</p> <p>Moonlight has agreed to provide warranties to the Diatreme Parties regarding the new Moonlight securities to be issued to Diatreme, itself and its business, including the tenements, mining information, contracts, native title and environment.</p>
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