



ASX Announcement | 30 July 2025

JUNE 2025 QUARTERLY REPORT

Terra Metals Limited (ASX:TM1) ("Terra" or "Company") is pleased to present its quarterly report for the quarter ending 30 June 2025.

Highlights

Highlights during and since the quarter include:

- Announced a \$4 million placement to strategic investors, including Golden Energy and Resources Pte Ltd (GEAR), Matt Latimore (Founder and President of M Resources Pty Ltd), and Tribeca Investment Partners.
- Final assay results from Phase 2 drilling at the Dante Project continued to demonstrate high-grade reef from surface and continuity of mineralisation at Reef 2 North, part of the Dante Reefs discovery, closing a 2.7km gap in previous drilling.
- Phase 2 drilling results provide further confidence in the scale and grade of the system. The wide mineralised zones from surface, as well as excellent metal recoveries and concentrate grades achieved in Phase 1 metallurgical work indicate the potential for increased resource tonnage, supporting potential for a low-strip ratio, open-cut mining scenario.
- Progressed maiden Mineral Resource Estimate ("MRE") and Phase 2 metallurgical optimisation work on the Dante Reefs discovery, with the maiden MRE expected to be completed in the coming weeks.
- Commenced an extensive reconnaissance exploration program, aimed at mapping and characterising a suite of large untested interpreted reef layers across the broad project.
- All requisite approvals have now been received for the Company's planned Phase 3 drill program, which is expected to commence in the coming weeks.
- Phase 3 drilling will focus on testing priority copper-critical metals targets including outcropping reefs layers and electromagnetic ("EM") anomalies, as well as potential infill and extensional drilling at the Reef 1 and Reef 2 discoveries.
- Completed acquisition of a contiguous tenement package covering 618km² located adjacent to the Dante Project, with potential extensions to the Dante Reefs.
- Commenced field activities at the Company's newly acquired tenement package which could host strike extensions of the mineralised systems already discovered at Reef 1 and Reef 2 and share contiguous geology with the core Dante Project.

For further information, please contact:

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Dante Project

The Dante Project, located in the West Musgrave region of Western Australia, contains large-scale magmatic copper ("Cu"), gold ("Au"), platinum group metal ("PGM"), titanium ("Ti") and vanadium ("V") discoveries in the same geological complex and in close proximity to one of the world's largest mining development projects, BHP's Nebo-Babel deposit.

During 2024, the Company made two large Bushveld-style Cu-Au-PGM-V-Ti reef discoveries (the "Dante Reefs") extending for at least 20km of strike. The Dante Reefs are large mineralised stratiform reefs hosted within the Jameson Layered Intrusion, part of the Giles Complex.

To date, the Company has completed over 17,000 metres of drilling, confirming a laterally extensive, stratiform reef-style system with mineralisation mapped over 10km of strike and extending from surface to 250m depth. Additional reefs have been identified across +80km of strike, with recent tenement acquisitions extending the potential to hundreds of kilometres.

The Giles Complex is hosted within the broader Musgrave block (140,000km²) in central Australia which is located at the junction of three major crustal elements: the West Australian, North Australian, and South Australian cratons. It is a Mesoproterozoic, east-west trending orogenic belt and comprises a variety of high grade (amphibolite to granulite facies) basement lithologies overprinted by several major tectonic episodes.

There are several other mapped (outcropping and sub-cropping) and interpreted reefs throughout the Dante Project, which are yet to be drill tested.

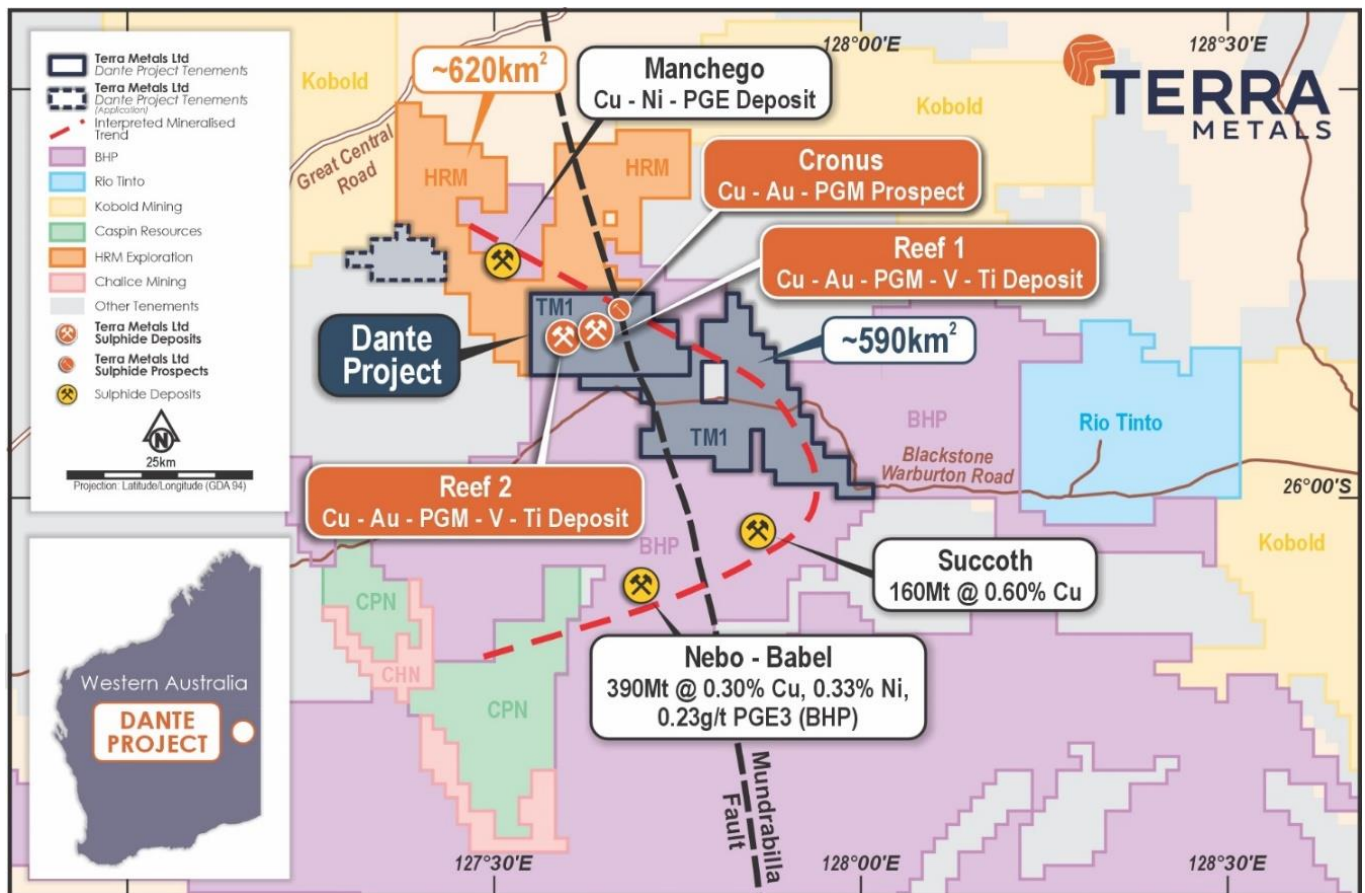


Figure 1. Dante Project location map displaying surrounding companies' tenure and major deposits.

Phase 3 Drilling Program

The Company is currently finalising preparations to commence its planned Phase 3 drill program at the Dante Project. Phase 3 drilling will test a suite of untested copper-critical metal discoveries, including untested outcropping reef layers, and EM anomalies.

All requisite approvals have now been received for the Company's Phase 3 drill program, which is expected to commence in the coming weeks.

Preparations are also being made to gain access to a suite of untested target areas across the broader Project area, which will form the basis for future drill programs.

Expansion of Dante Project

During the quarter, the Company completed its acquisition of HRM Exploration Pty Ltd ("HRM") ("Acquisition"). HRM holds four (4) exploration licenses covering 618km² that are contiguous with the Company's Dante Project.

The Acquisition will strengthen Terra's already substantial position in the highly prospective Jameson Layered Intrusion, which is analogous to the Bushveld Province of South Africa.

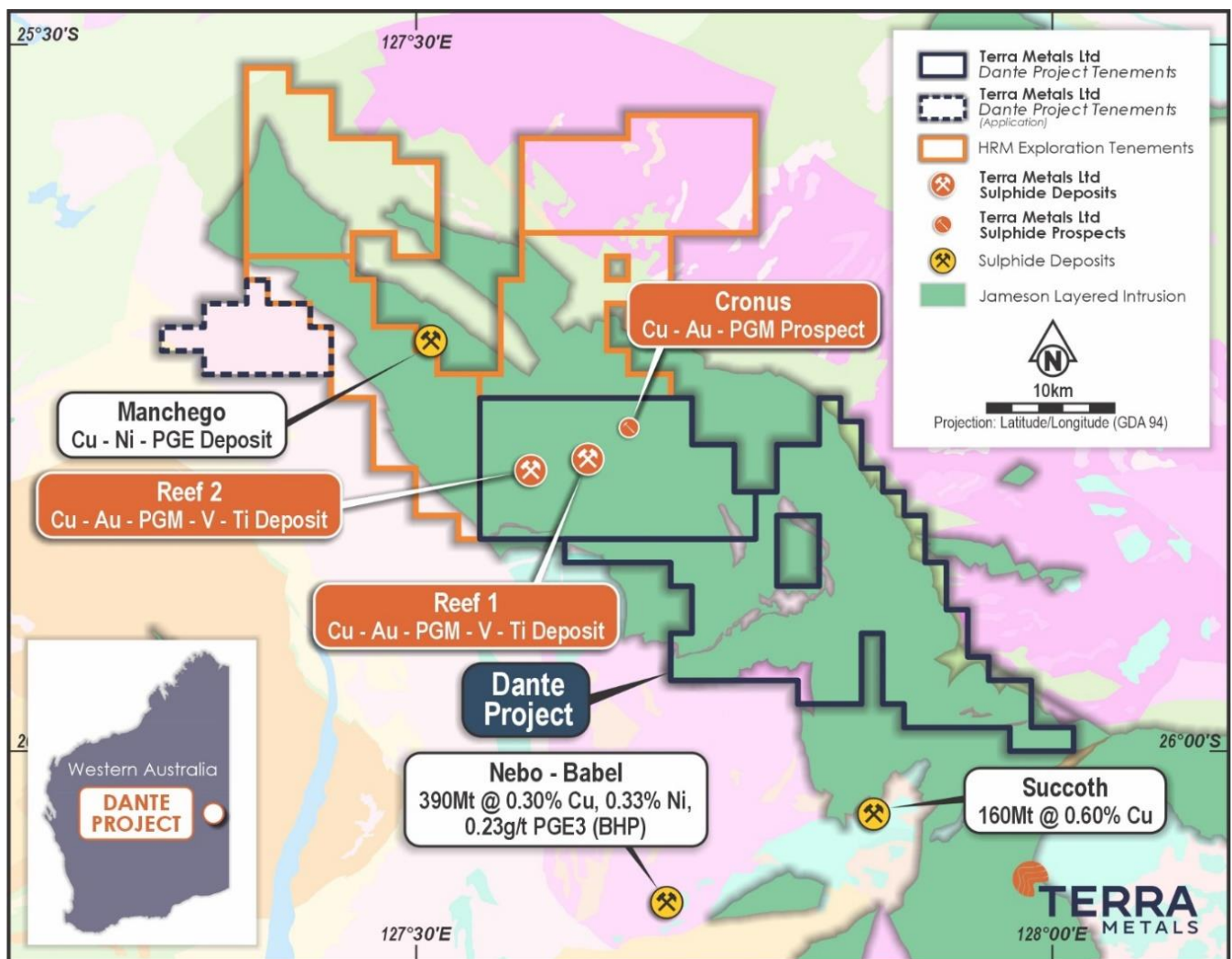


Figure 2. Geology map of the West Musgrave Region, showing the highly prospective Jameson Layered Intrusion, the existing significant deposits, Dante Project tenure, and the proposed HRM acquisition tenure.

Strategic Investment

During the quarter, the Company announced a placement of 114,285,715 new shares to strategic investors at an issue price of \$0.035 per share to raise gross proceeds of \$4 million ("Placement").

The first tranche of the Placement (comprising 62,761,904 new shares) was completed in June 2025 and the second tranche of the Placement (comprising 51,523,811 new shares) is expected to be completed in August 2025 following shareholder approval.

The Placement was made to strategic investors including Golden Energy and Resources Pte Ltd (GEAR) and Matt Latimore.

GEAR is a leading resources company in the Asia Pacific. Through its subsidiaries, GEAR's operations include mining of metallurgical coal (through its ASX listed subsidiary Stanmore Resources (ASX:SMR) operating in the Bowen Basin in Queensland and through its subsidiary Illawarra Coal Holdings operating in New South Wales) and mining of gold (through a 50% interest in the Ravenswood gold mine operating in Queensland, Queensland's largest gold mine). It is part of Sinar Mas, one of the largest and most established conglomerates in Indonesia.

Matt Latimore is a well-known figure in the Australian resources sector, being Founder and President of M Resources Pty Ltd. M Resources holds an almost 5% share of Stanmore Resources Ltd (ASX:SMR), 55% of Australian listed underground mining services company, Mastermyne Limited (ASX:MYE), 50% of Magnetic Infrastructure Group (ultimate owner of OneRail Australia Holdings), and 12% ownership of GM3 Illawarra Metallurgical Coal Complex. M Critical Minerals, part of the M Resources group of companies, is committed to responsibly sourcing and supplying essential minerals that drive global innovation and the clean energy transition including copper and vanadium.

The Company's largest shareholder, Tribeca Investment Partners, has also committed to subscribe under the Placement to maintain its 15% shareholding in the Company, subject to shareholder approval.

Proceeds from the Placement will be used to continue the exploration and development of the Company's 100% owned Dante Project in Western Australia, including extensional, infill, and resource drilling, drill testing of the extensive exploration upside across the district-scale Dante Project, and for general corporate purposes.

Other Projects

During the quarter, the Company relinquished its interest in non-core tenements E80/5521 (Bonaparte project) and E08/3117 (Tarrawarra project). In addition, subsequent to the end of the quarter, the Company relinquished its interest in non-core tenements E77/3009, E77/3010, E77/3011 and E77/3012 (Southern Cross project) in order to preserve costs and focus on the Company's core Dante Project.

ASX Additional Information

Mining exploration tenements

As at 30 June 2025, the Company holds an interest in the following exploration tenements:

Mining exploration project name	Permit Number	Percentage Interest	Status
Dante Project (Western Australia)	E69/3401	100%	Granted
	E69/3552	100%	Granted
	E69/3554	100%	Granted
	E69/3555	100%	Granted
	E69/3556	100%	Granted
	E69/3557	100%	Granted
	E69/4193	100%	Application
	E69/4304	100%	Application
	E69/4305	100%	Application
	E69/4306	100%	Application
	E69/4307	100%	Application
Higginsville Project (Western Australia)	P15/6029	100%	Granted
	P15/6723	100%	Granted
	P15/6724	100%	Granted
	P15/6725	100%	Granted
	P15/6726	100%	Granted
Onslow Project (Western Australia)	E08/3311	100%	Granted
	E08/3197	80%	Granted
Southern Cross Project (Western Australia)	E77/3009	100%	Granted
	E77/3010	100%	Granted
	E77/3011	100%	Granted
	E77/3012	100%	Granted

During the quarter, the Company acquired tenements E69/3554, E69/3555, E69/3556, and E69/3557, applied for tenements E69/4304, E69/4305, E69/4306, E69/4307, and relinquished tenements E80/5521 and E08/3117.

Mining exploration expenditures

During the quarter, the Company made the following payments in relation to mining exploration activities:

Mining exploration activity	A\$000
Sample analysis	(244)
Geological and other consultants	(31)
Mapping	(7)
Tenement rents, rates and management	(99)
Environmental and rehabilitation	(17)
Field supplies, vehicles, travel and other	(67)
Total	(465)

There were no expenses incurred for mining or production activities during the quarter.

Related party payments

During the quarter, the Company made payments of approximately \$295,000 to related parties and their associates, for director's fees, superannuation, company secretarial services and provision of a fully serviced office.

Competent Persons Statement

The information in this report that relates to Exploration Results and Exploration Targets for the Dante Project is extracted from Terra's ASX announcements dated 2 April 2025, 24 March 2025, 4 March 2025, 19 February 2025, 28 January 2025, 19 December 2024, 12 November 2024, 22 October 2024, 17 July 2024, 3 July 2024, 20 June 2024, 11 June 2024, 13 May 2024, 24 January 2024, 13 December 2023, 22 November 2023, 28 September 2023, and 28 August 2023 and the information in this report that relates to Exploration Results for the Onslow Project is extracted from the Company's ASX announcements dated 22 June 2023, 20 February 2023, and 27 April 2022, and the information in this report that relates to Exploration Results for the Southern Cross Project is extracted from the Company's ASX announcement dated 30 January 2024 ("Original ASX Announcements").

These announcements are available to view at the Company's website at www.terrametals.com.au. The Company confirms that: a) it is not aware of any new information or data that materially affects the information included in the Original ASX Announcements; b) all material assumptions included in the Original ASX Announcements continue to apply and have not materially changed; and c) the form and context in which the relevant Competent Persons' findings are presented in this report have not been materially changed from the Original ASX Announcements.

Forward Looking Statements

Statements regarding plans with respect to Terra's projects are forward-looking statements. There can be no assurance that the Company's plans for development of its projects will proceed as currently expected. These forward-looking statements are based on the Company's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of the Company, which could cause actual results to differ materially from such statements. The Company makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of that announcement.

This ASX announcement has been approved in accordance with the Company's published continuous disclosure policy and authorised for release by the Managing Director & CEO.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Terra Metals Limited

ABN

44 155 933 010

Quarter ended ("current quarter")

30 June 2025

Consolidated statement of cash flows		Current quarter A\$000	Year to date (12 months) A\$000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(465)	(3,928)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(218)	(1,086)
	(e) administration and corporate costs	(195)	(623)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	9	89
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other		
	(a) business development costs	(155)	(408)
	(b) GST inflow/(outflow)	12	73
1.9	Net cash from / (used in) operating activities	(1,012)	(5,883)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment:	-	(7)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter A\$000	Year to date (12 months) A\$000
2.2	Proceeds from the disposal of:		-
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	(7)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	3,197	9,042
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(123)	(519)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material):	-	-
3.10	Net cash from / (used in) financing activities	3,074	8,523
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,219	648
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,012)	(5,883)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(7)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,074	8,523

Consolidated statement of cash flows		Current quarter A\$000	Year to date (12 months) A\$000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	3,281	3,281

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter A\$000	Previous quarter A\$000
5.1	Bank balances	3,281	1,219
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,281	1,219

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter
A\$000**

(295)

-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

7. Financing facilities

Note: the term 'facility' includes all forms of financing arrangements available to the entity.

Add notes as necessary for an understanding of the sources of finance available to the entity.

	Total facility amount at quarter end A\$000	Amount drawn at quarter end A\$000
7.1	-	-
7.2	-	-
7.3	-	-
7.4	-	-
7.5	-	-

- 7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

8. Estimated cash available for future operating activities	A\$000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,012)
8.2 (Payments for exploration & evaluation classified as investment activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,012)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,281
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,281
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.2
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Not applicable

8.8.2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Not applicable

8.8.3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Not applicable

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 July 2025

Authorised by: Company Secretary
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.