# ASX Announcement

TERRAIN MINERALS

**9 September 2026**

ABN: 45 116 153 514
ASX: TMX
FRA: T4Y

## Strategic Placement at 33% Premium & Rights Issue

Gandel Metals Anchors $2.51m Raising to Accelerate Lightning Resource Growth

**Terrain Minerals Limited** (ASX: TMX) (**Company**) is pleased to announce a strategic placement and non-renounceable rights issue to shareholders (on the same terms). **Placement/rights issue combined Total: $2,513,000.** Offer price: $0.004 with 1:1 attaching unlisted option exercisable at $0.006 with a 3-year expiry.

**Placement at $0.004 - 33.33% premium to market -** the Company is pleased to announce it has received firm commitments for a $1.0 million strategic investment by Gandel Metals, made up of a $914,000 placement using all of the Company's available Listing Rule 7.1 capacity and a subscription for a minimum of $86,000 under the rights issue.

**Rights Issue** (same terms as placement) – the Company is pleased to announce a non-renounceable rights issue to raise $1.6 million to existing eligible shareholders who will be offered 1 new share for every 9.85 shares held at record date with 1:1 attaching unlisted option exercisable at $0.006 with a 3-year expiry. Further details regarding the rights issue will be released shortly (rights issue timetable on page three).

**Rights Issue Shortfall allocation (if applicable) -** eligible shareholders will have the opportunity to bid for additional shares under a rights issue top up facility. The Board reserves the right to scale back applications for the shortfall and to place shortfall shares under the rights issue to unrelated third parties, including new investors.

**Use of Funds:** ~10,000m RC Drilling at Lightning project (further details on page two).

**Consolidation:** Separately, the Company is also proposing to undertake a future 14-for-1 consolidation of the Company's securities, after the completion of the rights issue and subject to shareholder approval.

**<u>Transaction at a Glance:</u>**

| | **Pre-consolidation** | **Post- consolidation (Indicative)** |
|---|---|---|
| Existing Ordinary Shares | 3,711,728,173 | 265,123,440 |
| Strategic Placement Shares | 228,500,000 | 16,321,428 |
| Rights Issue (full take up) | 400,023,165 | 28,573,083 |
| **Total Shares on issue** (Assuming full take-up) | **4,340,251,338** | **310,017,952** |
| Placement & Rights Issue | $0.004 | $0.056 equivalent |
| 1:1 Option exercise price | $0.006 | $0.084 equivalent |
| Options existing (various) | 942,257,671 | 67,304,119 |

**Note:** all options are unlisted.

## Use of funds

The majority of funds will be allocated against Smokebush and an expanded RC campaign across the Lightning Project, targeting Infill and extensional drilling aimed at resource growth and lifting mineral resource estimate (MRE) category from inferred to indicated, with the aim of updating the MRE in Q1 2027. Drilling will also target the newly identified IP targets across the granted mining leases, new exploration looking for new discoveries. The RC program currently estimated to be around a ~10,000-meter program, further information on the exact details of this drilling campaign will be released in due course. Funds will also be allocated to exploration across other project and for general working capital and running costs.

## Proposed Unmarketable Parcel Buy Back

The Company is proposing to conduct a small parcel clean-up of unmarketable parcels under $500 shortly after the rights issue and proposed consolidation have completed. This facility will give shareholders with holdings of unmarketable parcels at the record date (yet to be set) the ability to sell their shares with no selling fees/brokerage.

The board has highlighted this now as the above-mentioned rights issue is an opportunity for any shareholders currently holding unmarketable parcels to top up their holdings to the value of $500.00 at $0.004 and receive a 1:1 attaching option (unlisted) with no fees/brokerage associated with the purchase.

## Important - Rights Top Up Facility

All eligible shareholders will have the opportunity via a top up facility enabling them to apply for as many extra shares they would like (subject to availability) with the Board having full discretion on all allocations. This additional rights issue allocation facility can also be used to increase unmarketable shareholdings to parcels of shares that are marketable parcels. The board will look favourably at these bids, as the board's preference is to retain loyal shareholders.

Currently at the rights issue offer price of $0.004 there are ~523 - unmarketable holders who have a holding under the value under $500.00 Australian dollars (parcels under 125,000 shares).

**Caution**: These numbers may change after the rights issue has settled and the facility is also subject to the prevailing share price at the time of the small parcel clean up (which may be higher or lower to the rights issue price). The market and all effected shareholders will be notified of the process in due course and when key dates have been decided, which will be after the proposed rights issue and capital rising has been completed.

**Executive Commentary -** Terrain Executive Director Justin Virgin commented:

"The Gandel Metals' $1.0 million commitment with Terrain and at 33.33% premium to market close, provides further confirmation and excitement around the future direction of our 100% owned Lightning gold/silver project."

"Funds raised enable Terrain to commence the next exciting RC drilling program which is the company's largest to date (~10,000m). Targeting growth and building resource confidence as well as new discoveries as we test new IP targets. While remaining disciplined in capital deployment that is 100% focus on delivering exciting results"

Outlined below is a timetable of relevant events and dates relating to the placement and the rights issue. These events and dates are indicative only and subject to change. Subject to the ASX Listing Rules, the Corporations Act and other applicable laws, the Company's Board reserves the right to modify all dates, including the closing date of the rights issue.

| EVENT | DATE |
|---|---|
| Announcement of placement and rights issue and lodgement of Appendix 3B | 9 September 2026 |
| Issue of shares and options under placement and lodgement of Appendix 2A and 3G | 16 September 2026 |
| Rights issue prospectus lodged with ASX and ASIC | 17 September 2026 |
| 'Ex' date | 22 September 2026 |
| Record Date for determining shareholder entitlements | 23 September 2026 (5.00pm WST) |
| Prospectus dispatched to eligible shareholders, rights issue opens and announcement that dispatch has occurred | 28 September 2026 |
| Notice sent to ineligible shareholders | 28 September 2026 |
| Rights issue closes (5pm WST) | 16 October 2026 |
| Deferred settlement trading commences | 19 October 2026 |
| Notification of under subscriptions to ASX (if any) | 21 October 2026 |
| Rights issue shares and options issued and lodgement of Appendix 2A and 3G | 23 October 2026 |
| Commencement of trading of new shares on a normal T+3 basis. | 26 October 2026 |

**For more information, contact:**

Justin Virgin - Executive Director
Email: terrain@terrainminerals.com.au
Phone: +61 8 9381 5558

**Authority**

This announcement has been authorised for release by Mr Justin Virgin, Executive Director, Terrain Minerals.

## About Terrain Minerals

Terrain Minerals (ASX: TMX | FSE: T4Y) is an exploration company with a portfolio of projects across Western Australia and Queensland. The Company's primary focus is advancing the flagship Smokebush Gold & Silver Project toward resource definition, where the Lightning maiden Mineral Resource Estimate (MRE) was released on the ASX on 27 July 2026, with the company's focus now aimed at growing the maiden MRE. The Company's portfolio approach provides upside optionality in copper, gallium, rare earths, and lithium while maintaining disciplined capital allocation to the gold-focused core.

## Key Projects

### ⚒ Smokebush Gold & Gallium Project - (Flagship Project)

- Located in the Yalgoo Mineral Field, neighbouring Warriedar Resources' Golden Range Project (now Capricorn Metals) and 50 kilometres south of 29Metals' Golden Grove mine. Vault Mining's Rothsay Gold Mine lies only 10 km's away.
- Lightning Gold/Silver Project – RC drilling continues to deliver exceptional gold and silver grades with assays confirming significant mineralisation potential. Mining Lease now granted, and also holds the Lightning deposit. Lightning's Maiden 'STARTER' Mineral Resource Estimate (MRE), refer to ASX releases 27 July 2026.
- Smokebush tenement package has multiple emerging gold and silver targets that are also being systematically advanced, and other targets include the Wildflower area, Hurley and Paradice City.
- Larin's Lane Gallium Prospect – Broad gallium intersections from 102 air-core holes across a 9 km x 3 km area. JORC Exploration Target defined over 5% of the 27 km² footprint. Metallurgical studies with MRIWA and WA Government support are now completed (refer to ASX release 2 September 2026).

### ⚒ Biloela Gold and Copper Project

- Covers 2,500 km² near Aeris Resources, Cracow Gold Mine and hosts multiple gold and copper targets, first identified by Newcrest.

### ⚒ Lort River Rare Earths Project - Drill Results Pending

- Located 50 km's northwest of Esperance in the Albany-Fraser Belt where early drilling confirmed high-grade clay-hosted rare earths (Nd, Pr) with results comparable to leading Australian and Brazilian projects. Air-core drilling was highly successful (refer to ASX release 13 March 2026 and 1 July 2026).

### ⚒ Carlindie Lithium & Gold Project

- Located 90 km's southwest of Port Hedland, strategically situated between Wildcat Resources and SQM.
- Large 15 km long soils program and Machine Learning study identified three targets with one target having been tested with a soil sampling program, which uncovered exciting results. A follow up soils program has now been completed and results pending. (refer to ASX release on 4 June 2026 and 1 September 2026).

### Project Pipeline & Growth Strategy

Terrain continues to actively review additional opportunities across gold, copper, industrial minerals, and battery/critical metals. While the Company's 100% owned flagship Smokebush gold and silver project is the Company's focus, its other WA and Queensland projects will be advanced forward on the sidelines (see diagram 1). The Company is open to also assessing opportunities in base and specially metals and other economic commodities in Africa, Europe, Asia and the Americas, but is currently not actively pursuing such opportunities.


**Diagram 1:** Terrain project location map and commodities.

## Disclaimer

Information included in this report constitutes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue" and "guidance" or other similar words. Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance, and achievements to differ materially from any future results, performance or achievements. The results of metallurgical test work reported herein are preliminary and at an exploratory bench-scale stage; no assumptions should be made as to the economic viability of recovering rare earths, scandium or gallium from the Company's tenements. Readers are cautioned not to place undue reliance on forward looking statements, which are only current and relevant as at the date of issue.



**Address:** Suite 2, 28 Outram Street, West Perth WA 6005 **Postal:** PO Box 79, West Perth, WA 6872

**T**: +61 8 9381 5558 **E**: terrain@terrainminerals.com.au **W**: www.terrainminerals.com.au