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ASX Announcement

29 January 2025

ABN: 45 116 153 514

ASX: TMX

Strategic Placement to Institutional Investor

Terrain Minerals Limited (ASX: TMX) ("Terrain" or "the Company") is pleased to announce that its board has approved the re-opening of the previously closed strategic placement, allowing a Brisbane-based specialist micro-cap fund manager to take an initial position in the Company at a premium to the recent placement (refer to ASX release January 22, 2025).

The Company raised approximately $450,000 (before costs) through the initial strategic placement at $0.003 per share. Following the closure of the books, an institutional investor expressed interest in acquiring an initial position in Terrain at a premium to the earlier placement.

In response, the board has decided to accept an additional $150,000 at $0.0035 per share, representing a 16.67% premium to the prior placement price. This move aligns with the Company's ongoing strategy to attract long-term strategic investors to its shareholder base.

***Quote from Brisbane-based specialist micro-cap fund manager**:*

"We believe Terrain's Larin's Lane project is a unique early-stage opportunity for a potential gallium dominant resource in Australia. Extensive research has led us to believe gallium will be a critical resource in transformative and trillion-dollar market opportunities that are just emerging.

Gallium plays a pivotal role in semiconductor manufacturing, advanced electronics, robotics, quantum computing, artificial intelligence and renewable energy infrastructure. The unique supply and demand characteristics and strategic geopolitical importance of gallium has led us to take a portfolio-based approach to gallium exposure with Terrain forming part of this portfolio."

The Placement Shares will settle in a single tranche on or around 30 January 2025 and will be issued within the Company's existing placement capacity pursuant to ASX Listing Rules 7.1A. Leeuwin Wealth are acting as Lead Manager to the Placement (**Lead Manager**) and will be paid a fee of 6% on direct funds raised.

***Quote from Justin Virgin Executive Director of Terrain**:*

"We are thrilled to welcome this new strategic micro-cap fund to our register. This vote of confidence from an experienced investor underscores the significant potential of our Larins Lane Gallium project.

"In particular, the involvement of a major Malaysian-based investor and another significant long-term investor triggered the need for the first share issue, highlighting the growing interest in Terrain. This positive momentum continued even after the placement had book closed, with an Australian-based fund manager expressing interest in joining us. Moving forward, we aim to further strengthen the shareholder base. The top 200 shareholders currently holding 84% of the company (top 300 holding 90%).

"This successful placement, including the strategic investment, provides us with the necessary capital to advance exploration and further solidify our position as a key player in the evolving gallium market and across our Gold, Copper, Nickel and Lithium projects"

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Use of Funds

The funds raised from both Placements will be directed towards additional drilling at the Company's Smokebush Gold Project, including the Stage 2 drilling campaign that has now commended, and the Larin's Lane Gallium prospect.

Additionally, the funds will support the ongoing exploration campaign at the Lort River Nickel/Copper Projects, with high priority drilling focused on Targets T1 and T2, both have now been drill tested and result are now pending. T1 and T2 are bedrock conductors, located at the edge of an interpreted mafic or ultramafic intrusion (referred to as the Lort River "eye"), and these conductors share similarities with IGO's Nova-Bollinger "eye" feature. Both projects are situated within the Albany-Fraser belt of Western Australia.

Funds will also be used to advance exploration across the Company's other projects and for general working capital needs.

For further information, please contact:
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ABOUT TERRAIN MINERALS LIMITED:

Terrain Minerals Limited (ASX: TMX) is a mineral exploration company with an asset portfolio that includes:

Trade Opportunities:
Terrain is open to commercial discussions in relation to the full or partial sale, and/or joint venture of the Company's non-core assets.

Smokebush Exploration Project

100% owned exploration project located within the prospective Yalgoo Mineral Field of Western Australia which neighbours Warriedar Resources Limited's (ASX: WA8) Golden Dragon Project. The Company's previous exploration campaign have targeting gold, and other commodities across the tenement package:

Larin's Lane - Gallium (& REE) Project:

The maiden drilling program in late 2023 intersected broad zones of Gallium mineralisation over a ~9km by ~3km of interpreted strike. This mineralisation remains open in all directions and has the potential to grow into a significant clay/oxide hosted Gallium project. The project area benefits from year-round access and within close proximity to established mining infrastructure. A JORC compliant exploration target refer to ASX release on 06 September 2024 and Metallurgical studies have commended refer to ASX releases 05 December 2024.

Wildflower Gold Project

- **Wildflower/Cota/T16 and Lightning/Monza Gold Prospects:**
  Refer to ASX release 28 January 2025 for more details on the current drilling campaign and pending results.

Lort River Exploration Project

100% owned exploration project that covers more than ~550km2 square kilometres of highly prospective exploration acreage located approximately 50 kilometres northwest of Esperance, Western Australia.

- **Lort River - Nickel Project:**

Is situated within the highly prospective Albany-Fraser Belt, being home to Nova-Bollinger nickel-copper ore bodies. The host geology of the Nova-Bollinger nickel-copper orebody appears as a very distinctive "eye" in the aeromagnetic data. Terrain has identified a possible repetition of the Nova-style eye feature in its recently granted tenement E63/2447 within its Lort River Project. An Airborne EM (Vtem) survey to test for Bedrock conductors, flying over 1,281km km line survey. **Leading geophysical consulting firm Southern Geoscience Consultants (SGC)** has confirmed that the "eye" feature at Lort River is likely a mafic or ultra mafic "intrusion" potentially emplaced during the Albany Fraser Orogen, for additional information refer to ASX release 13 August 2024. Terrain has now completed drill testing T1 and T2 targets, for additional information please refer to ASX release 16 January 2025 and 28 January 2025.

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Project Review

Terrain continues to investigate potential projects across various commodities including gold, copper, nickel, and industrial minerals. Whilst Western Australian based projects are the Company's current focus, other parts of Australia are being seriously examined and considered as are other jurisdictions including, but not limited to, Africa, Europe, and the Americas across all commodities.

Pending Applications

Terrain has several pending tenement (packages) applications across Australia. These applications include:

Biloela: Copper & Gold Project is located along strike of the Cracow Gold Mine in Queensland (See ASX release dated 21 June 2023 for more information on the rationale, geological setting and walk-up drill targets already identified within this key project area).

Carlindie: Lithium Project is strategically located between Wildcat Resources (ASX: WC8) and Kali Metals (ASX: KM1) tenements in the East Pilbara of Western Australia. The Company has prioritised the granting of its Carlindie tenement package and is continuing to work successfully towards achieving its goal.

Note: Terrain incurs no addition costs until pending applications are granted. Terrain's board also believes that having a strong project pipeline into the future ensures investors are able to see future value opportunities by being a shareholder of the Terrain Minerals Limited (ASX:TMX).

Authority

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

ASX Listing Rule 5.23.2

Terrain Minerals confirms that is it not aware of any new information or data that materially affects the information included in this report and that all material assumptions and technical parameters underpinning all results and estimates in this report continue to apply and have not materially changed.

ASX Listing Rule 14.3

In accordance with ASX Listing Rule 14.3 and its Constitution, the Company advises that valid nominations for the position of Director remain open throughout the year.

Compliance Statement

The Company notes that within the report, all the information is referenced directly to the relevant original ASX market releases of that technical data. Terrain Minerals would like to confirm to readers that it is not aware of any new information or data that materially affects the information included in the relevant market report and, in the case of the estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

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, and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. 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. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate environmental conditions including extreme weather conditions, staffing and litigation. Forward looking statements are based on the company and its management's assumptions made in good faith relating to the financial, market, regulatory and other relevant environments that exist and effect the company's business operations in the future. Readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements are only current and relevant for the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward-looking statements or advise of any change in events, conditions or circumstances on which such statement is based.