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ASX Announcement | **27 October 2025**

SEPTEMBER 2025 QUARTERLY REPORT

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

Highlights

- **Maiden Mineral Resource:**
  - Delivered the **first Mineral Resource Estimate ("MRE")** for the Dante Project, comprising **148 Mt @ 14.8% TiO_2, 0.54% V_2O_5, 0.18% Cu and 0.33g/t 3PGE**, containing approximately **22 Mt TiO_2, 800 kt V_2O_5, 270 kt Cu and 1.6 Moz 3PGE**.
  - The MRE covers **<10% of the mapped mineralised trend**, highlighting significant potential for resource growth along strike and at depth.
- **Major acceleration in exploration activity:**
  - Commenced an extensive **Phase 3 drilling campaign**, with **~113 holes for ~12,775 metres of drilling** already completed (~101 reverse circulation holes and ~12 diamond holes) with drilling ongoing. **Assay results for all holes are pending.**
  - Drilling targeting high-priority critical-metal horizons, outcropping reef layers and electromagnetic ("EM") anomalies across the Jameson Layered Intrusion.
- **New discovery at Southwest Prospect:**
  - First-pass drilling confirmed a new **titanomagnetite reef system**, with visual intersections up to **58m thick**—the **widest mineralised reef** encountered to date at Dante.
  - The Southwest area now represents a **significant new growth centre** within the broader Dante system.
- **Continued district-scale upside:**
  - Multiple new prospects defined across the **20km-long mineralised corridor**, with Phase 3 drilling expanding the footprint of known mineralisation and identifying new high-priority targets for follow-up.
  - Ongoing **downhole electromagnetic ("DHEM")** surveys and **diamond drilling** are designed to test for **semi-massive Cu–Ni–PGE–Co sulphide mineralisation**.
- **Strong financial position:**
  - Completed the first tranche of a **$15 million placement**, led by cornerstone shareholders **GEAR**, **Matt Latimore (M Resources)**, and **Tribeca Investment Partners**, providing balance-sheet strength to accelerate drilling, resource growth and project development.
  - The second tranche of the placement to raise $8.3 million is expected to be completed in November 2025 following shareholder approval received in October 2025.

For further information, please contact:

Thomas Line | CEO & Managing Director
Tel: +61 8 9322 6322

Dante Project

The Dante polymetallic project ("Dante Project" or "Project"), located in the West Musgrave region of Western Australia, contains large-scale magmatic copper, gold, platinum group metals ("PGMs"), titanium and vanadium 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 the 2024 financial year, the Company made two large Bushveld-style Cu-Au-PGMs-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.

The Giles Complex is hosted within the broader Musgrave block (140,000km^2) 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.

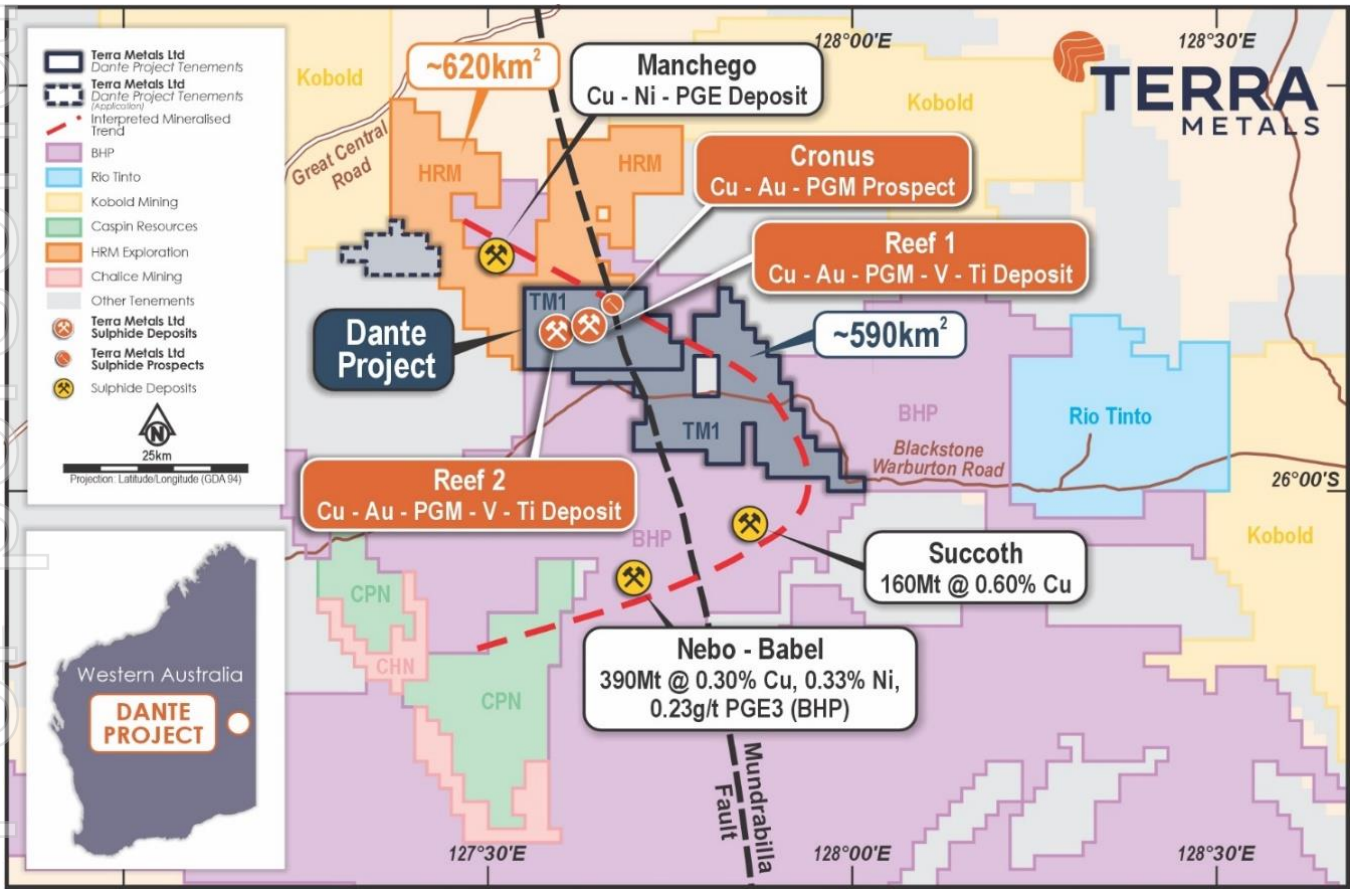


Figure 1: *Dante Project location map displaying surrounding companies' tenure and major deposits*

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Maiden Mineral Resource

During the quarter, the Company reported a maiden Mineral Resource Estimate ("MRE") for its 100%-owned Dante Project, located in the West Musgrave region of Western Australia.

The Dante Reefs discovery hosts a large-scale, near-surface, polymetallic system comprising titanium, vanadium, copper, gold, and PGMs mineralisation.

The MRE completed by independent consultant, Ken Lomberg from Pivot Mining Consultants, who is a leading expert in the estimation of Mineral Resources relating to layered intrusions such as the Bushveld Complex with over 38 years' experience

The total Mineral Resource reported in accordance with the JORC Code (2012 Edition) comprised 148Mt @ 14.8% TiO_2, 0.54% V_2O_5, 0.18% Cu, 0.33g/t 3PGE, containing approximately:

- 22Mt TiO_2, 800Kt V_2O_5, and 270Kt Cu
- 1.6Moz 3PGE (400Koz Au, 880Koz Pt, 330Koz Pd)

The higher-grade Indicated Mineral Resource comprised 38Mt @ 18.4% TiO_2, 0.73% V_2O_5, 0.23% Cu, 0.71g/t 3PGE, containing approximately:

- 7Mt TiO_2, 280Kt V_2O_5, and 90Kt Cu
- 870Koz 3PGE (200Koz Au, 500Koz Pt, 180Koz Pd)

Mineralisation remains open along strike and at depth, with the current resource area covering less than 10% of the mapped mineralised trend.

***Table 1:** Dante Project Mineral Resources (August 2025)*

Category	Tonnage (Mt)	Grade							
		TiO_2 (%)	V_2O_5 (%)	Cu (%)	3PGE (g/t)	Au (g/t)	Pt (g/t)	Pd (g/t)	Cu Eq (%)
Indicated	38	18.4	0.73	0.23	0.71	0.16	0.41	0.14	1.87
Inferred	110	13.5	0.47	0.16	0.21	0.06	0.11	0.04	1.21
Total	**148**	**14.8**	**0.54**	**0.18**	**0.33**	**0.08**	**0.18**	**0.07**	**1.38**

Category	Tonnage (Mt)	Contained Metal						
		TiO2 (Mt)	V_2O_5 (kt)	Cu (kt)	3PGE (Koz)	Au (koz)	Pt (koz)	Pd (koz)
Indicated	38	7.0	280	90	870	200	500	180
Inferred	110	15	520	180	730	200	380	150
Total	**148**	**22**	**800**	**270**	**1,600**	**400**	**880**	**330**

Note: Some numbers may not add up due to rounding.

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Phase 3 Drilling Program

During the quarter, the Company commenced its Phase 3 drill program at the Dante Project, building on recent exploration success.

The Phase 3 program is focussed on: (a) resource expansion drilling, including step-out holes at Reef 1 and Reef 2 aimed at extending strike and depth continuity of known mineralisation; (b) new discoveries, including first pass drilling at the Southwest Prospect and several additional high-priority magnetic and geochemical anomalies across the Jameson Layered Intrusion; and (3) district-scale upside, including systematic testing of multiple parallel reef structures identified but not yet drill tested.

Three drill rigs are now running simultaneously across the Dante Project, including two reverse circulation ("RC") rigs and one diamond ("DD") rig.

To-date, the Company has already drilled approximately 101 RC holes and 12 DD holes for a total of approximately 11,407 metres of RC and 1,368 metres of DD, with drilling ongoing. Assay results for all holes are pending.

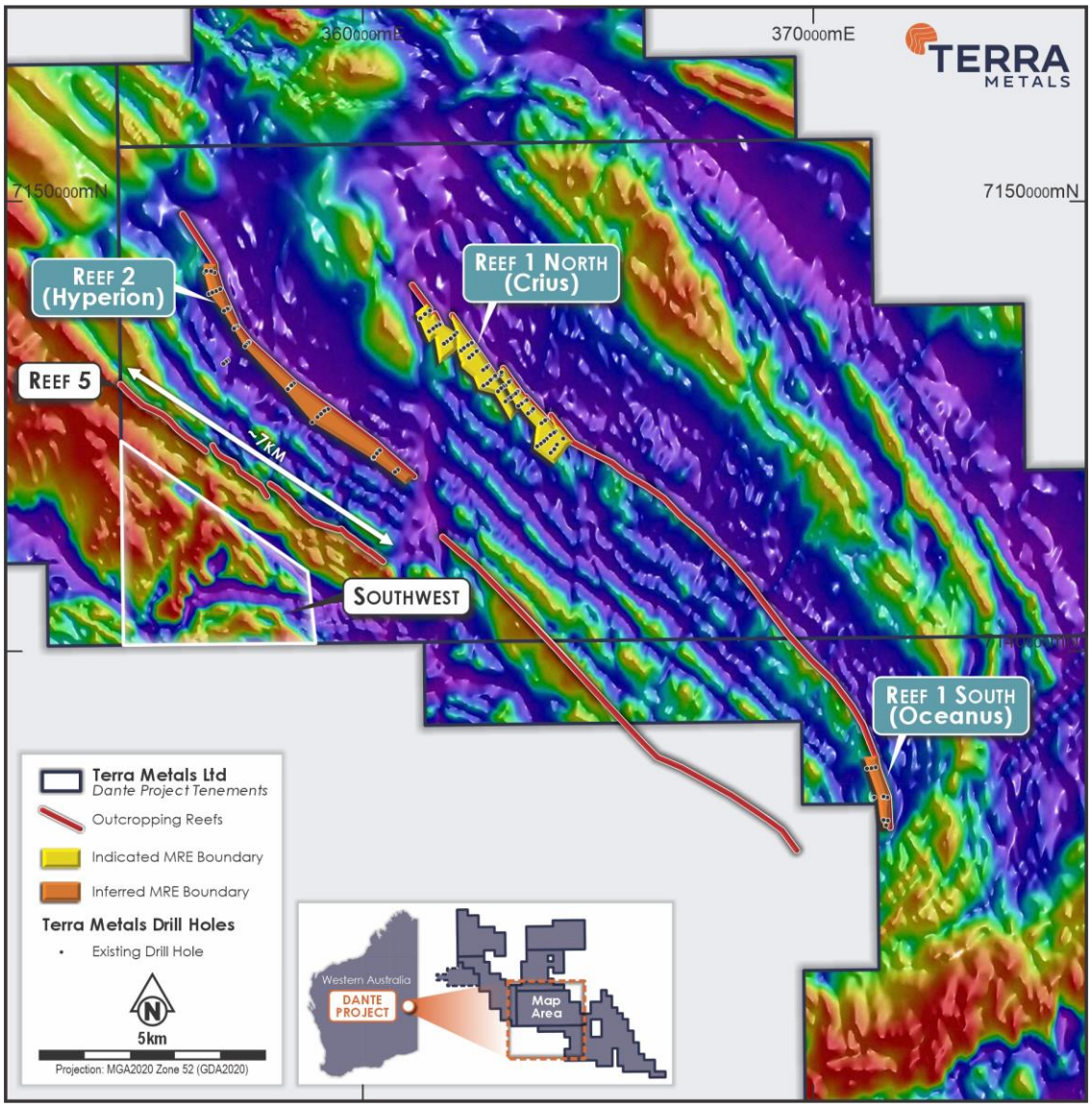


Figure 2: *Location of the outcropping magnetite reefs relative to the location of the MRE and drill holes overlaying regional aeromagnetic data (AMAG) displayed using a pseudo-colour spectrum..*

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Southwest Prospect

The Phase 3 drill program at the Dante Project delivered immediate success with a 58-metre intercept of magnetite reef mineralisation at the new Southwest Prospect, based on visual observations of the drill samples. Assay results are pending for the visual observations. These assays are expected in the current quarter.

This represents the thickest reef interval encountered to date and confirms the Company's strategy of systematically targeting thicker and higher-grade portions of reef mineralisation.

The Company cautions that visual estimates of mineral abundance should never be considered a proxy or substitute for laboratory analyses where concentrations or grades are the factor of principal economic interest. Visual estimates also potentially provide no information regarding impurities or deleterious physical properties relevant to valuations.

The Southwest Prospect is a newly defined and highly prospective 12km^2 target area within the Dante Project, representing one of the most compelling growth opportunities across the broader Jameson Layered Intrusion. Although first identified in historical datasets, the area is only now being systematically tested for the first time.

SWRC008 hit a multiple magnetite enriched 'reef' zones that correspond with the aeromagnetic anomalies but the most significant zone was intersected at 132m downhole and continued from 58m downhole to 190m (Figure 3).

The Southwest Prospect has rapidly emerged as a new cornerstone growth opportunity within the Dante Project.

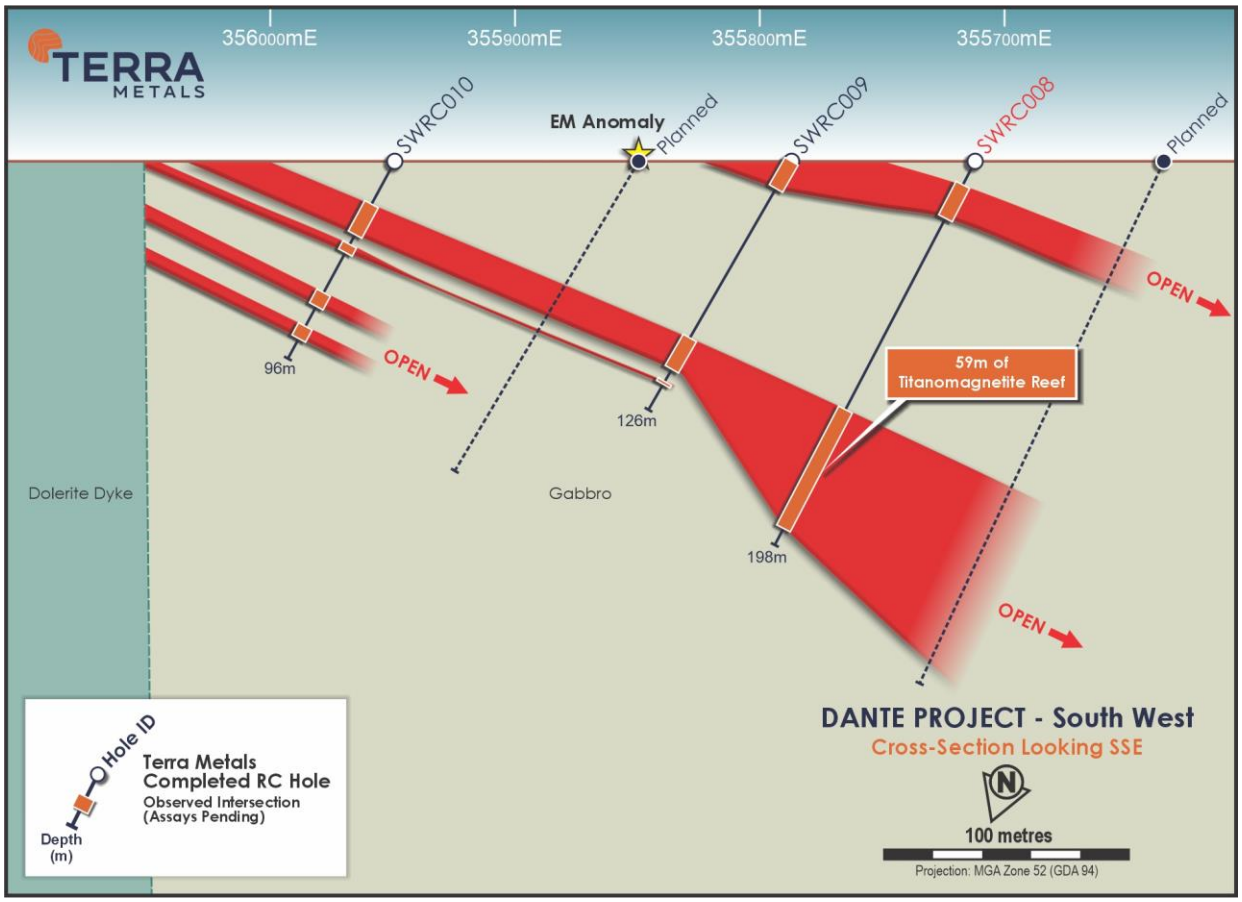


Figure 3: *Cross section showing magnetite reef intercepts, based on visual observations of the drill samples.*

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Corporate

During the quarter, the Company announced a placement of 214,285,715 new shares to institutional and sophisticated investors at an issue price of $0.07 per share to raise gross proceeds of $15.0 million.

The Placement was led by existing shareholders, GEAR, Matt Latimore (Founder and President of M Resources Pty Ltd), and Tribeca Investment Partners, confirming their support for the Company's 100%-owned Dante Project in Western Australia, which hosts multiple large-scale, near-surface, polymetallic deposits comprising titanium, vanadium, copper, gold, and PGMs.

Proceeds from the Placement will be used to expand and accelerate the exploration and development of the Dante Project, including extensional and resource-upgrade drilling, drill testing of the extensive exploration upside across the district-scale Dante Project, and for general corporate purposes.

The first tranche of the placement (comprising 96,000,000 new shares to raise gross proceeds of $6.7 million) was completed in September 2025 and the second tranche of the Placement (comprising 118,285,715 new shares to raise gross proceeds of $8.3 million) is expected to be completed in November 2025 (following shareholder approval received on 24 October 2025).

Petra Capital Pty Limited acted as Sole Lead Manager and Bookrunner to the placement.

Other Projects

During 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 September 2025, the Company holds an interest in the following exploration tenements:

Mining exploration project name	Permit Number	Percentage Interest	Status
Dante Ni-Cu-PGE (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
	E69/4335	100%	Application
	E69/4336	100%	Application
	E69/4337	100%	Application
	E69/4338	100%	Application
	E69/4339	100%	Application

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Mining exploration project name	Permit Number	Percentage Interest	Status
	E69/4340	100%	Application
	E69/4341	100%	Application
	E69/4342	100%	Application
	E69/4343	100%	Application
	E69/4344	100%	Application
	E69/4345	100%	Application
Higginsville Au-Ni (Western Australia)	P15/6723	100%	Granted
	P15/6724	100%	Granted
	P15/6725	100%	Granted
	P15/6726	100%	Granted
Onslow Cu-Au (Western Australia)	E08/3311	100%	Granted
	E08/3197	80%	Granted

During the quarter, the Company relinquished tenements E77/3009-3012 (Southern Cross project) and applied for tenements E69/4335-4345 (Dante project).

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	(56)
Drilling	(145)
Geological and other consultants	(218)
Mapping	(23)
Native Title	(604)
Tenement rents, rates and management	(152)
Environmental and rehabilitation	(3)
Field supplies, vehicles, travel and other	(193)
Total	**(1,394)**

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 $231,000 to related parties and their associates, for director's fees, superannuation, company secretarial services and provision of a fully serviced office.

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Competent Persons Statement

The information in this report that relates to Exploration Results, Metallurgical Testwork, and Mineral Resources is extracted from the Company's ASX announcements dated 11 August 2025, 2 April 2025, 24 March 2025, 4 March 2025, 19 February 2025, 28 January 2025, 19 December 2024, 12 November 2024, 14 August 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 ("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.

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Appendix 5B

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

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Name of entity

Terra Metals Limited

ABN	Quarter ended ("current quarter")
44 155 933 010	30 September 2025

Consolidated statement of cash flows		Current quarter A$000	Year to date (3 months) A$000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(1,394)	(1,394)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(175)	(175)
	(e) administration and corporate costs	(194)	(194)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	35	35
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	(200)	(200)
	(b) GST inflow/(outflow)	(102)	(102)
1.9	**Net cash from / (used in) operating activities**	**(2,030)**	**(2,030)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	(175)	(175)
	(c) property, plant and equipment:	(10)	(10)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

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Consolidated statement of cash flows		Current quarter A$000	Year to date (3 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	-	-
2.6	**Net cash from / (used in) investing activities**	**(185)**	**(185)**
3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	7,535	7,535
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	(483)	(483)
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**	**7,052**	**7,052**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	3,271	3,271
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,030)	(2,030)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(185)	(185)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	7,052	7,052

Consolidated statement of cash flows		**Current quarter A$000**	**Year to date (3 months) A$000**
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**8,108**	**8,108**

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	8,108	3,271
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)**	**8,108**	**3,271**

6.	**Payments to related parties of the entity and their associates**	**Current quarter A$000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(231)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify):	-	-
7.4	**Total financing facilities**	**-**	**-**
7.5	**Unused financing facilities available at quarter end**		-
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.		

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8.	Estimated cash available for future operating activities	A$000
8.1	Net cash from / (used in) operating activities (item 1.9)	(2,030)
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)	(2,030)
8.4	Cash and cash equivalents at quarter end (item 4.6)	8,108
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	8,108
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	**4.0**
	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.	

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.

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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: 27 October 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.

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