

Company Announcement Office
Australian Securities Exchange
Level 4, 20 Bridge Street
Sydney NSW 2000

23 January 2019

Disclosure under ASX Listing Rule 7.1A.4(b) and 3.10.5A

Diatreme Resources Limited (“**Diatreme**” or the “**Company**”) (ASX: DRX) refers to the 16 October 2018 Announcement and the associated Appendix 3B, and provides the following additional information as required under ASX Listing Rule 3.10.5A in respect of the Placement Shares issued under the Company’s 10% placement capacity pursuant to ASX Listing Rule 7.1A:

(a) The dilutive effect of the Placement on existing shareholders is as follows:

	Shares	%
Number of shares on issue prior to the Placement	1,134,438,480	91.26
Dilution as a result of issue under ASX LR 7.1	40,170,223	3.23
Dilution as a result of issue under ASX LR 7.1A	68,524,431	5.51
Number of shares on issue following the Placement	1,243,133,134	100.0

(b) The Company issued the shares as a placement under ASX Listing Rule 7.1A to sophisticated and professional investors as it was of the view that this was the most efficient and expedient mechanism to raise the funds required to achieve its stated objectives.

(c) The placement was not underwritten.

(d) The Company has paid fees and related costs of \$145,186 and incurred other costs by way of issuing Placement Shares and some Placement Options in connection with the total Placement funds raised.

Tuan Do
Company Secretary
Diatreme Resources Limited