

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

31 July 2018

PRIVATE PLACEMENTS

Diatreme Resources Limited (ASX: DRX) ("**Diatreme**" or "**Company**") is pleased to announce it has undertaken a private placement program to various new and existing sophisticated investors through the issue of fully paid ordinary shares at \$0.020 per share ("**Placement Shares**").

To date the Company has received \$427,500 and has received commitments of a further \$500,000 to raise a total of \$927,500 ("**Placement**").

The Placement Shares will be issued progressively following receipt of applicable funds and the associated Appendix 3B and cleansing notice will be lodged with the ASX.

The proceeds from this placement will be used to fund ongoing DFS activities at the company's Cyclone Mineral Sands project and working capital. The Placement Shares have been issued under the Company's 15% capacity pursuant to Listing Rule 7.1.

The Directors wish to thank all investors, and welcome the new investors to the Company.

All new investors are not related to any existing current shareholding entities.

Yours faithfully

Tuan Do
Company Secretary