DIABLO RESOURCES

QUARTERLY ACTIVITIES REPORT

For the period ending 30 September 2025

HIGHLIGHTS

PHOENIX COPPER PROJECT

- Maiden drilling program completed, 9 holes for 646m across Philadelphia and Trenton prospects with assay results due Q4 2025.
- Regional stream sediment program completed across Stateline Claim Block to refine priority copper targets.
- Additional claims staked over interpreted SW extension of the mineralised Philadelphia Fault within CC Claim Block.
- BLM permits secured for up to 36 drill holes across 12 pads at Stateline, logistics underway with drilling scheduled to commence in Q4 2025.

NEW OPPORTUNITIES

- Actively assessing additional entry points into the U.S. critical minerals sector. Targeting copper, cobalt, silver, antimony, and rare earths aimed at diversifying and strengthening the Company's U.S. portfolio.

CORPORATE

- Raised $396,000 (before costs) via placement to professional and sophisticated investors to advance exploration at the Phoenix Copper Project.
- The Board and CEO elected to receive accrued fees in equity on the same terms as the placement completed on 18th July.
- Subsequent to the Quarter, the Company successfully completed a capital raise ("Placement") for approximately $2.0M (before costs) through the issue of 58.8 million new fully paid ordinary shares at A$0.034 per share.

PHOENIX COPPER PROJECT

The Company continued advancing exploration activities at its 100% owned Phoenix Copper Project ("Phoenix" or the "Project") located along strike from the currently producing 740Mlb Lisbon Valley Copper Mine (LVCC) within the world-class Lisbon Valley Mining District, USA[1,2].

The Project is located ~70km southwest of Moab, Utah, and hosts sediment hosted copper mineralisation directly along strike from the LVCC. Year-round access is available via sealed and well-maintained gravel roads.

Phoenix consists of two contiguous areas, with the CC blocks to the northwest and Stateline Claim Blocks to the southeast, together totaling 315 unpatented lode claims covering ~6,300 acres.

CC CLAIM BLOCK

The CC Claim Block is located ~5 km northwest of the LVCC operations and ~3km south of the historic Big Indian Copper Mine. It consists of 166 unpatented lode claims for 3,320 acres staked on Bureau of Land Management ("BLM") administered Federal lands (Figure 1).

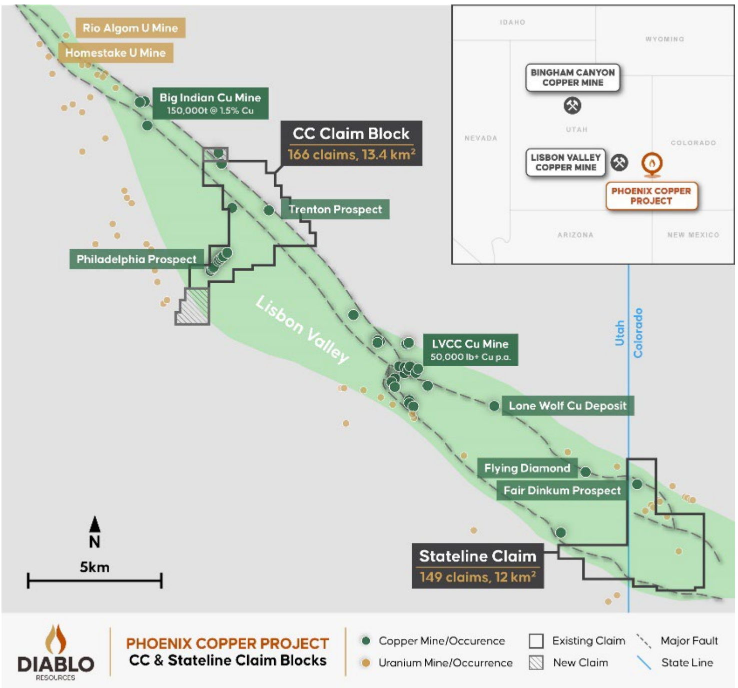

Figure 1: Phoenix Copper Project – Location Map

DRILLING

The Company completed its maiden drilling program, which focused on two priority prospects (Philadelphia and Trenton) marking the first drilling known to have been undertaken in either area in recent times[9].

A total of 9 holes for 646m was drilled across both prospects, following up high-grade surface rock grab sampling across 750m of strike, where 31 samples averaged 6.29% Cu, ranging from 0.5% Cu to 45.7% Cu and 219 g/t Ag (~7oz Ag)[4].

Chip channel of outcrop sampling returned from the same area [4-6]:

- 6m @ 2.13% Cu, incl. 1m @ 7.16% Cu
- 2m @ 2.40% Cu,
- 3m @ 1.28% Cu
- 10m @ 0.55% Cu

At Philadelphia, six holes (5 RC and 1 diamond) were completed targeting surface geochemical anomalism, including surface rock grab and chip channel sampling on both the main fault and possible subsidiary splays[9].

The historical Philadelphia Copper Mine (circa early 1900's) consists of several shafts and adits over some 750m of strike on copper mineralisation associated with a sub-vertical fault[3].

Holes were drilled over some 400m of strike to initially test beneath the surface geochemical anomalies associated with the mineralised Philadelphia Fault (see Table 1).

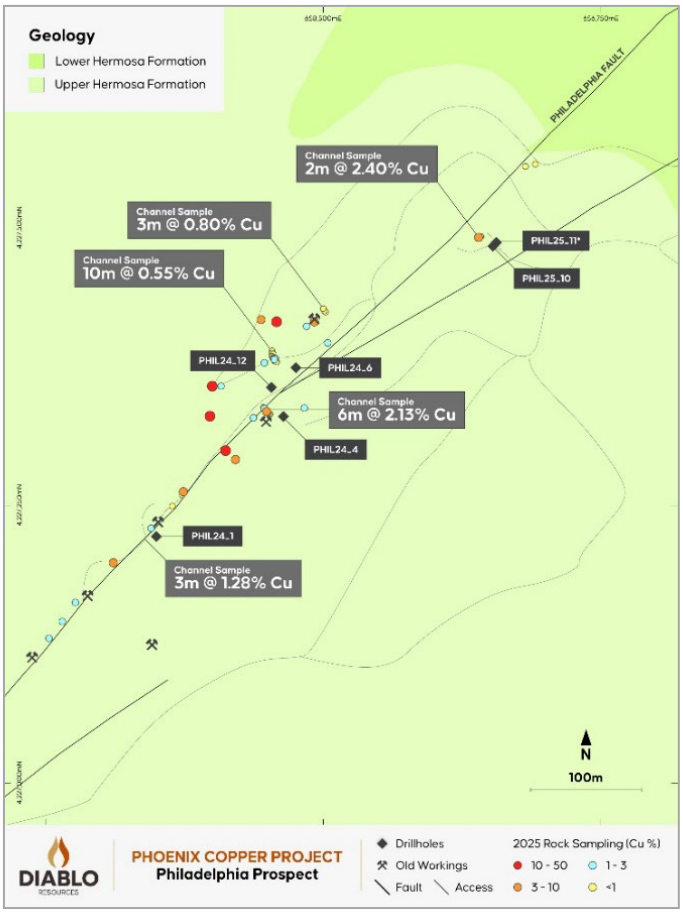

Figure 2: Philadelphia Prospect- Drill hole location Map

At Trenton, three wide-spaced reconnaissance RC holes[9] were completed over ~1,000m of strike, targeting the East Bounding Fault ("EBF"), a regionally important structure known to host copper mineralisation in the Lisbon Valley (see Figure 3, Table 1). Drilling aimed to intersect the fault zone below surface soil and rock geochemical anomalism with little outcrop[4-6].

Samples are currently at the laboratory with results expected in the next Quarter.

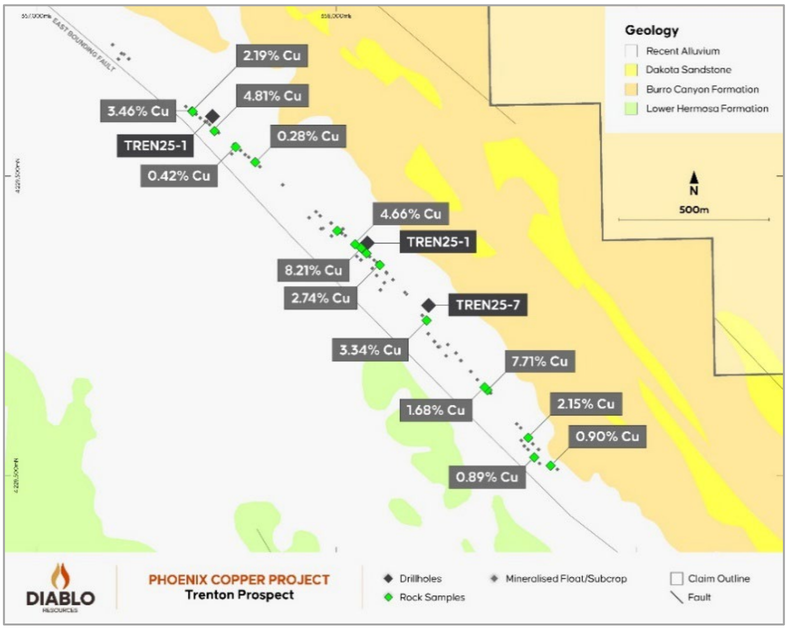

Figure 3: Trenton Prospect- Drill Collar Location Map

ADDITIONAL GROUND

During the Quarter, a further 18 unpatented Lode Claims (~360 acres) were staked on BLM administered lands and private grazing land on the southwestern edge of the CC Claim Block.

These claims cover an additional ~1,500m of interpreted strike of the Philly Fault Zone, which is known to be mineralised within the project area, but lies undercover in the newly acquired area[7].

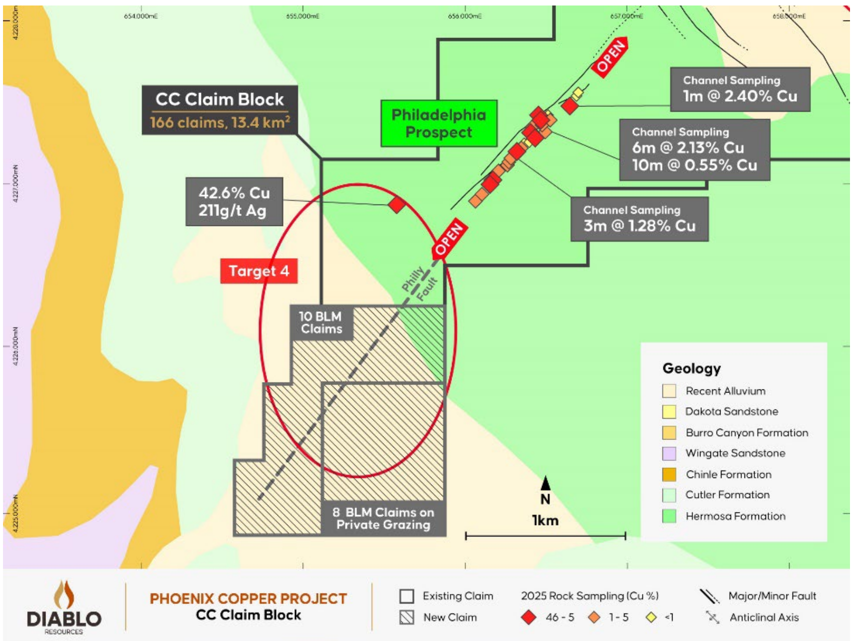

Figure 4: Additional Claims Location Map- CC Claim Block

Of the 18 new claims, 8 were located on private grazing land with Federal mining rights administered by the BLM, and were therefore subject to an extended process (see Table 2).

These claims build on the additional 15 claims staked and reported in the previous Quarter. Further consolidating a highly prospective structural setting identified on the SW extension of the Philadelphia fault. The area is interpreted to be underlain by Cutler Formation sediments, consistent with host stratigraphy elsewhere on the Project.

Soil sampling has commenced targeting the 1.5km strike extension of the Philly Fault Zone. In addition, a further five claims were staked in the northwestern corner of the CC Claim Block.

STATELINE CLAIM BLOCK

DRILLING APPROVAL

The Company has received BLM approval for its planned drilling at the Stateline Claim Block and is currently finalising bond requirements and field logistics, drilling scheduled to commence in Q4/2025.

Reconnaissance mapping and sampling completed in early 2025 identified the Fair Dinkum Prospect, located on the along the projected trend of the FDF, the same mineralised structure that hosts the Flying Diamond Copper deposit at LVCC. The prospect is defined by copper-mineralised outcrop over ~100m of strike within Dakota and Burro Canyon conglomerates and sandstones.

A total of 13 rock grab samples were collected along the outcrop with significant Cu and Ag results summarized below[7]:

- **Peak results to 2.76% Cu and 92 g/t Ag, averaging 1.12% Cu with a minimum of 0.19% Cu**
- **7 of the 13 samples collected returned +1% Cu**

A number of the historical drill pads (circa. 2005-6) were located within the northern portion of the Prospect (Figure 5). Approximately 120m west of the mineralised outcrop, malachite was noted in remnant drill spoil scattered over the site. No verifiable data pertaining to this drilling is available[7].

The permit allows for the drilling of up to 36 holes from 12 drill pad locations, utilising multiple holes from the same pad, thus reducing clearing and disturbance requirements. Drilling will target shallow-dipping mineralisation along the easterly extension of the FDF at Fair Dinkum, as well as regional step-out targets in the northern Stateline area.

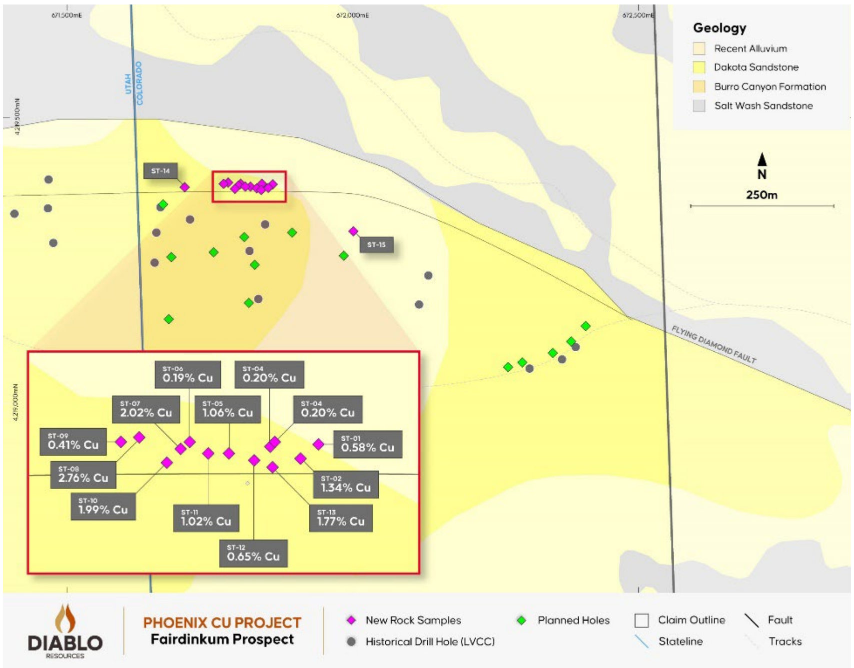

Figure 5: Fair Dinkum Prospect- Planned Drilling

REGIONAL STREAM SAMPLING

The Company completed a first pass regional stream sediment sampling program within the Stateline Claim Block covering priority targets identified in-house by the DBO exploration team.

A total of 42 stream sediment samples were collected from drainage points located within the Stateline Claim Block (Figure 6).

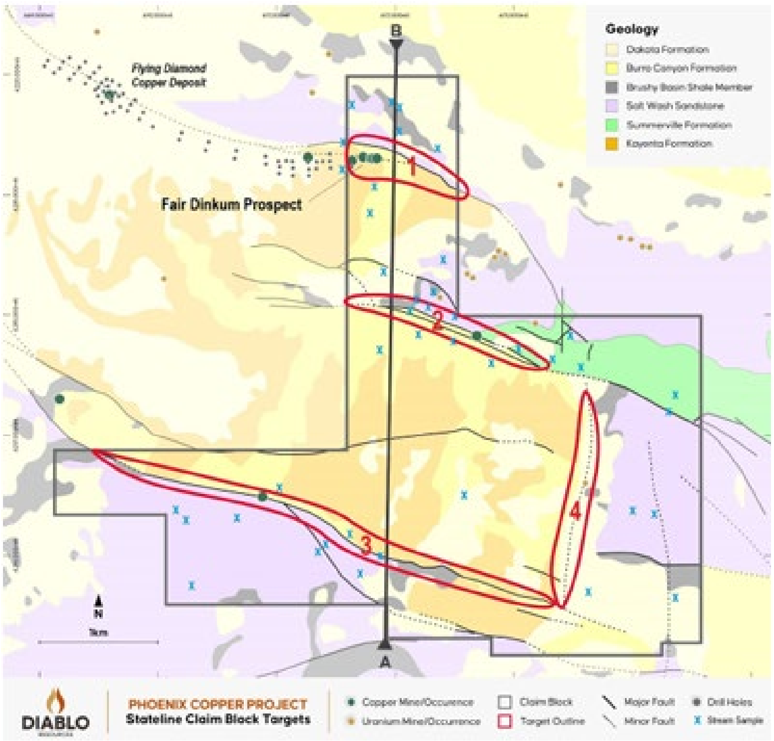

Figure 6: Stateline Claim Block- Regional Stream Sampling

The program aimed to define areas of geochemical anomalism for immediate follow-up work, with a focus on regional structures known to be associated with mineralisation in the Lisbon Valley area that transect the project area. Four priority target areas were identified within the Stateline Claim Block:

Target 1:
Located in the northern portion of the claim block, 2km east along strike from the Flying Diamond Deposit, associated with the regional Flying Diamond Fault (“FDF”).

Reconnaissance work completed at Stateline in Q1 20253 along the projected trend of the FDF located a copper mineralised outcrop (Fair Dinkum Prospect) of Dakota and Burro Canyon conglomerates and sandstones, known hosts to copper mineralisation in the Lisbon Valley. The mineralisation outcrops over 100m of strike along and adjacent to the FDF before being obscured by scree or overlying sediments[8].

Target 2:
Overlies a fault parallel to and 1,300m to the south of that described in Target 1. Minor malachite float was observed associated with the fault in altered sandstone and mudstones.

Target 3:
Covers the entire WSW trending basin margin fault, host to the GTO deposit 7km to the northwest, part of the LVCC.

Target 4:
Covers the interpreted southern strike extension of the northern bounding fault truncating the Dakota and Burro Canyon Formations to the east. The area is covered by recent alluvium/colluvium. A recorded adit, possibly used for uranium exploration lies near the interpreted fault.

Samples have been sent to the laboratory with results pending.

KING SOLOMON PROJECT – Idaho, USA

The King Solomon Gold Project is located 10km west of Salmon in Lemhi County, Idaho. The project contains precious metal occurrences including the Lone Pine Vein Zone and King Solomon Prospect.

No exploration was completed during the Quarter.

DEVILS CANYON PROJECT – Nevada, USA

The Devil’s Canyon Project is located within the Carlin Trend, Nevada lying 20km west of Kinross Gold Corporation’s Bald Mountain Gold Mine and 40km north of Barrick Gold Corporation’s Ruby Hill Gold Mine.

Following a strategic review of exploration data, the Project was relinquished to enable resources to be focused on higher-prioirty opportunities within Diablo’s U.S. critical minerals portfolio.

CORPORATE

CAPITAL RAISING

During the Quarter, the Company received firm commitments to raise $396,000 (before costs) by a placement to professional, experienced and sophisticated investors to advance exploration at the Phoenix Copper Project.

The commitment to raise funds was through a strongly supported share placement at $0.012 per share (‘New Share’) with one free attaching option per two New Shares (‘Placement’). The options will be unlisted and exercisable at $0.024 each expiring 3 years from the date of issue (‘Options’).

The issue of the Options, totalling 20,000,000 was subject to shareholder approval. Which was obtained at the General Meeting held on 10th September 2025.

The New Shares were issued under the Company’s existing placement capacity with 20,267,381 New Shares issued under ASX Listing Rule 7.1 and 12,732,619 New Shares issued under ASX Listing Rule 7.1A.

Settlement of the New Shares occurred on 18 July 2025 with the New Shares ranking equally with the Company’s existing shares on issue.

The lead manager for the Placement will receive 3,500,000 Options subject to shareholder approval and a 6% fee of funds raised.

DIRECTOR’S FEE ACCRUED IN EQUITY

The Company’s directors and CEO agreed to accept payment of their accrued fees in equity on the same terms as the placement completed on 18 July 2025.

This initiative enabled the Company to focus its cash reserves on exploration at the Phoenix Copper Project.

In order to conserve cash, the Company’s directors and CEO have been deferring the payment of their fees until the Company was in a better financial position.

The fees accrued up to 30 June 2025 total $103,332 which will be satisfied by the issue of 8,610,970 fully paid ordinary shares at $0.012 each and 4,305,484 options exercisable at $0.024 expiring 3 years from date of issue.

The issue was subject to shareholder approval which was obtained at the General Meeting held on 10th September 2025.

FINANCIAL POSITION

The Company has $124k in cash at the end of the Quarter.

Subsequent to the Quarter, the Company successfully completed a capital raise (“Placement”) for approximately $2.0M (before costs) through the issue of 58.8 million new fully paid ordinary shares at A$0.034 per share.

The Placement, which was strongly supported by new and existing institutional and sophisticated investors, provides the Company with the funding required to complete the acquisition of the Star-Range Silver-Antimony Project in Utah[10], as well as advance exploration activities at the Phoenix Copper Project and review additional critical minerals opportunities in the United States.

The Placement was undertaken within the Company's existing placement capacity under ASX Listing Rules 7.1 and 7.1A.

A summary of the expenditure incurred on exploration activities, payments to related parties and tenements held are set out in the annexure to the Appendix 5B. No development or production activities were undertaken during the Quarter.

For further information please refer to the Appendix 5B.

The announcement has been authorised for release by the Board.

-END-

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Competent Persons Statement

The information in this announcement that relates to the Projects is based on, and fairly represents information compiled by Lyle Thorne who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity to which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Thorne is an Employee of the Company and holds shares in the Company. Mr. Thorne consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

All parties have consented to the inclusion of their work for the purposes of this announcement. The interpretations and conclusions reached in this announcement are based on current geological theory and the best evidence available to the author at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however might be, they make no claim for absolute certainty. Any economic decisions which might be taken on the basis of interpretations or conclusions contained in this presentation will therefore carry an element of risk.

Future Performance

This announcement may contain certain forward-looking statements and opinion. Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties, assumptions, contingencies and other important factors, many of which are outside the control of the Company and which are subject to change without notice and could cause the actual results, performance or achievements of the Company to be materially different from the future results, performance or achievements expressed or implied by such statements. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward-looking statements or other forecast. Nothing contained in this announcement, nor any information made available to you is, or and shall be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Diablo.

Hole	East	North	Type	RL(m)	Az	Dip	depth_ft	depth_m
TREN25_1	658104	4229285	RC	2058	225	-45	295	90
TREN24_4	657585	4229702	RC	2064	225	-45	350	107
TREN25_7	658311	4229072	RC	2048	225	-52	210	64
PHIL25_12	656453	4227358	RC	2080	165	-60	150	46
PHIL24_4	656464	4227331	RC	2088	320	-60	280	85
PHIL25_1	656349	4227224	RC	2066	320	-60	215	66
PHIL25_6	656475	4227375	RC	2085	310	-60	215	66
PHIL25_10	656653	4227485	RC	2119	310	-60	265	81
PHIL25_11*	656655	4227488	DC	2119	310	-60	140	43

Table 1- Drill Collar Summary (*- Hole abandoned due to drilling difficulties)

AREA	CLAIMS
BLM	CCX001-015
BLM/PRIVATE	PCC001-008

Table 2- Additional Claims – CC Claim Block

Previous ASX Announcements - Phoenix Copper Project

- Feb 19, 2025 - NEW HIGH-GRADE NEAR-MINE COPPER PROJECT, ASX Announcement, Diablo Resources Ltd
- Mar 17, 2025 - MULTIPLE PRIORITY TARGETS IDENTIFIED AT PHOENIX COPPER PROJECT, ASX Announcement , Diablo Resources Ltd
- Mar 25 – EXCELLENT COPPER RESULTS, ASX Announcement, Diablo Resources Ltd
- May 19, 2025 – HIGH PRIORITY TARGETS IDENTIFIED, ASX Announcement, Diablo Resources Ltd
- June 3, 2025 - HIGH PRIORITY ROCK SAMPLES DEFINE DRILL TARGETS, ASX Announcement (Updated), Diablo Resources Ltd
- June 10, 2025- Drill Permits Approved- Philadelphia & Trenton Prospects, ASX Announcement, Diablo Resources Ltd
- June 23, 2025 - DRILLING FOR COPPER UTAH, USA, ASX Announcement, Diablo Resources Ltd
- Aug 15, 2025 - DRILLING TO COMMENCE PHOENIX COPPER PROJECT, ASX Announcement, Diablo Resources Ltd
- Aug 21, 2025- EXPLORATION PROGRESS AT PHOENIX COPPER PROJECT, UTAH ASX Announcement, Diablo Resources Ltd
- Sep 1, 2025- ADDITIONAL GROUND TARGETING USA CRITICAL MINERALS. ASX Announcement, Diablo Resources Ltd
- Sep 9, 2025- FOCUS ON USA CRITICAL MINERALS INCREASED WITH COPPER DRILLING APPROVAL. ASX Announcement, Diablo Resources Ltd
- Sep 23, 2025- DIABLO COMPLETES DRILLING AT PHOENIX COPPER PROJECT, UTAH AND ADVANCES EXPANSION. ASX Announcement, Diablo Resources Ltd

References –

1. https://lisbonmine.com/operations-copper-resources/
2. Plan of Operations: Lisbon Valley Mining Company. Lower Lisbon Valley Operations (UTU72499). April 2023. https://eplanning.blm.gov/public_projects/
3. 1981, Open-File Report 81-39, Gordon W. Weir and Willard P. Puffett, stratigraphy and structural geology and uranium-vanadium and copper deposits of the Lisbon Valley area, Utah-Colorado
4. Feb 19, 2025 - NEW HIGH-GRADE NEAR-MINE COPPER PROJECT, ASX Announcement, Diablo Resources Ltd
5. Mar 17, 2025 - MULTIPLE PRIORITY TARGETS IDENTIFIED AT PHOENIX COPPER PROJECT, ASX Announcement , Diablo Resources Ltd
6. March 25 – EXCELLENT COPPER RESULTS, ASX Announcement, Diablo Resources Ltd
7. June 3, 2025 - HIGH GRADE ROCK SAMPLES DEFINE DRILL TARGETS AT PHOENIX (AMENDED), ASX Announcement, Diablo Resources Ltd
8. Sep 1, 2025- ADDITIONAL GROUND TARGETING USA CRITICAL MINERALS. ASX Announcement, Diablo Resources Ltd
9. Aug 21, 2025- EXPLORATION PROGRESS AT PHOENIX COPPER PROJECT, UTAH ASX Announcement, Diablo Resources Ltd
10. Sep 23, 2025- DIABLO COMPLETES DRILLING AT PHOENIX COPPER PROJECT, UTAH AND ADVANCES EXPANSION. ASX Announcement, Diablo Resources Ltd
11. Oct 1, 2025- DIABLO COMPLETES $2M CAPITAL RAISE TO FAST-TRACK U.S. CRITICAL MINERALS GROWTH WITH STAR RANGE HIGH-GRADE SILVER-ANTIMONY PROJECT, UTAH . ASX Announcement, Diablo Resources Ltd