For personal use only

NON-RENOUNCEABLE PRO-RATA ENTITLEMENT OFFER

- Pro-rata 1-for-2 non-renounceable entitlement offer of New Options priced at $0.001 per New Option exercisable at $0.015 each on or before 31 December 2027, to raise up to approximately $325,377 (before costs)(**Offer**)
- The offer is intended to reward the loyalty of Shareholders and provide a further opportunity for Shareholders to participate in the potential future success of the Company.
- Funds raised to be used for the ongoing aircore drilling program at the Tiogo and Kakalogo gold prospects on the Tengrela South permit in northern Côte d'Ivoire, working capital and expenses of the Offer
- CPS Capital Group Pty Ltd (CPS) has agreed to fully underwrite the Offer
- The initial phase of drilling at Tiogo is expected to be completed within **two weeks,** with first assays expected in **early May 2026**

Desert Metals Limited (**Desert Metals, DM1**, or the **Company**) is pleased to announce a pro-rata non-renounceable entitlement issue of up to 325,376,901 New Options, on the basis of one (1) New Option for every two (2) Shares held by those Shareholders registered at the Record Date at an issue price of $0.001 per New Option, exercisable at $0.015 each on or before 31 December 2027, to raise up to approximately $325,377 (**Offer**). There is no minimum subscription in respect of the Offer.

The Offer will be made by way of a prospectus prepared in accordance with section 713 of the Corporations Act 2001 (Cth) ('Corporations Act') (**Prospectus**) lodged with ASIC and ASX around the same time as the release of this announcement.

The Company will apply for quotation on the ASX of the New Options to be issued under the Offer.

Further details of the Offer, including details on how to accept the offer and key risks associated with an investment in the Company are set out in the Prospectus. Applications for New Options under the Offer may only be made by completing the Entitlement and Acceptance Form which accompanies the Prospectus. Shareholders eligible to participate in the Offer should read the Prospectus carefully and consult their professional advisers as necessary.

The Prospectus will be dispatched to Eligible Shareholders on or about Wednesday, 15 April 2026, along with personalised application forms. A copy of the Prospectus will also be available from ASX's website at www.asx.com.au and the Company's website at www.desertmetals.com.au.

The Offer timetable is as follows:

Event	Date
Lodgement of Prospectus with ASIC	Tuesday, 7 April 2026
Lodgement of Prospectus and Appendix 3B with ASX	Tuesday, 7 April 2026
Ex date	Thursday, 9 April 2026
Record Date for determining Entitlements	Friday, 10 April 2026
Offer opening date, Prospectus sent out to Shareholders and Company announces this has been completed	Wednesday, 15 April 2026
Last day to extend the Closing Date	Friday, 24 April 2026
Closing Date as at 5:00pm*	Wednesday, 29 April 2026
Securities quoted on a deferred settlement basis	Thursday, 30 April 2026
ASX and Underwriter notified of under subscriptions	Friday, 1 May 2026
Underwriter subscribes for Shortfall under terms of Underwriting Agreement	Tuesday, 5 May 2026
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the New Options	Wednesday, 6 May 2026
Quotation of Securities issued under the Offer**	Thursday, 7 May 2026

* Dates are indicative and subject to change. The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. As such the date of quotation of the New Options on the ASX may vary.

This Announcement has been approved for release by the Board of Desert Metals Limited.

For further information, contact:

Stephen Ross
Managing Director

P +61 8 9383 9997
E stephen.ross@desertmetals.com.au

Kristin Rowe - NWR Communications
Investor Relations

P +61 0404 889 896
E kristin@nwrcommunications.com.au

About Desert Metals Limited

Desert Metals Limited is an ASX-listed (ASX:DM1) gold exploration and development company. DM1 has the right to earn a majority interest under low-cost joint venture arrangements in three gold projects covering 1,074km² of granted mineral permits and permit applications in Côte d'Ivoire, West Africa. DM1 has earned an 80% interest in the Tengrela South project 30km south of the operating Sissingué gold mine and an 80% interest in the Adzope gold project in the south of the country.

For personal use only