ASX ANNOUNCEMENT

Desert Minerals

17 October 2025

Pre-quotation Disclosure

Desert Minerals Limited (**Company**) makes the following disclosures in accordance with ASX's listing conditions.

Capitalised terms not otherwise defined have the meaning given in the Company's prospectus dated 21 August 2025 (**Prospectus**).

1. Completion of Offers and issuance of Securities

The Company is pleased to announce it raised $5 million (before costs) under the Public Offer (inclusive of the Priority Offer).

The Company confirms that it has closed the Offers under the Prospectus and completed the issue of:

(a) 25,000,000 Shares under the Public Offer (inclusive of the Priority Offer);

(b) 3,000,000 unquoted Options issued under the Lead Manager Offer;

(c) 3,000,000 unquoted Options issued under the Broker Offer;

(d) 1,500,000 unquoted Options under the Board Offer; and

(e) 1,000,000 unquoted Options under the Employee Offer.

2. Completion of the Demerger Implementation Deed, Scotty Lithium Agreement and Mt Monger Agreement

The Company confirms:

(a) completion of the Demerger Implementation Deed dated 15 August 2025 including satisfaction of all Conditions Precedent (not waived) as set out in Section 7.1 of the Prospectus including the issue of 1,000,000 Shares to Loyal Metals in consideration for the sale of the ACL Interest and Mt Monger Project Interest;

(b) completion of the Scotty Lithium Agreement dated 18 August 2025 including satisfaction of all conditions precedent (not waived) as set out in Section 7.2 of the Prospectus;

(c) completion of the Mt Monger Agreement dated 18 August 2025 including satisfaction of all conditions precedent (not waived) as set out in Section 7.5 of the Prospectus.

3. Repayment of loan and issue of Loan Options

The Company confirms that issued 1,000,000 Loan Options to Loyal Metals and repaid the loan under the terms of the LLM Loan Agreement.

4. Company Capital Structure

As of the date of this disclosure, the capital structure of the Company is set out below:

Security Type	Number of Issued Securities
Shares	26,000,060
Options	9,500,000

5. Restricted Securities

The following table provides the number of Securities subject to ASX restrictions and the restriction period applied to those Securities:

Security	Number of Securities	Restriction period
Shares	1,000,000	24 months from the date the Company's Shares are quoted on the official list of the ASX
Options exercisable at $0.30 each and expiring three years from the date of the official quotation of the Company's Shares on the ASX.	8,500,000	24 months from the date the Company's Shares are quoted on the official list of the ASX

6. Confirmation of no impediments

The Company confirms there are no legal, regulatory, statutory or contractual impediments to the Company entering the sites associated with the Scotty Lithium Project (claims disclosed in the US Title Report in Annexure C of the Prospectus) and Mt Monger Projects (tenements disclosed in the Australian Solicitor's Report in Annexure D , Schedule 1, of the Prospectus) and carrying out exploration activities such that DSM will be able to spend its cash in accordance with its commitments for the purposes of Listing Rule 1.3.2(b).

Authorised for release by the Board.

Peretz Schapiro
Executive Chairman
Desert Minerals Limited