



28 March 2022

\$2.7M PLACEMENT TO ACCELERATE NICKEL, COPPER AND PGE EXPLORATION IN THE NARRYER TERRANE

Desert Metals Limited (ASX: **DM1**) ("**Desert Metals**" or "**the Company**") is pleased to advise that it has received commitments to raise \$2,700,000 via a placement from sophisticated and professional investors.

Canaccord Genuity (Australia) Limited ("**Canaccord**") has acted as sole lead manager to the placement.

The funds raised will enable Desert Metals to accelerate exploration efforts as it moves into an exciting phase of works. The Company's exploration strategy targeting new nickel, copper and PGE resources in the emerging Narryer terrane of Western Australia is well underway with the funds being principally directed towards exploration drilling that is currently in progress on three of the Company's main projects, being:

- Belele, where reverse circulation drilling this year has intersected a zone of volcanogenic massive sulphide (VMS) style mineralisation in multiple holes.
- Innouendy, where aircore drilling has identified a large zone of mafic rocks adjacent to anomalous PGE mineralisation and historic nickel anomalism.
- Dingo Pass, at which multiple very high conductance bodies lie beneath mapped mafic intrusive rocks, with coincident nickel, copper and PGE anomalism in soils on the craton margin.

PLACEMENT DETAILS

The Placement will see the issue of 8,181,818 Fully Paid Ordinary Shares (Placement Shares) at \$0.33 per share, utilising the Company's capacity under ASX Listing Rule 7.1. Applicants will receive attaching options on a 1:2 basis, exercisable at \$0.50, expiring on or before 3 years from the issue date (Attaching Options). The Attaching Options will be issued at a later date subject to shareholder approval at an upcoming general meeting of shareholders to be held as soon as practicable.

An Appendix 3B will be released immediately following this announcement and the Company will issue the securities as soon as practicable.

The trading halt in the Company's securities can now be lifted.

This announcement has been authorised for release by the Desert Metals Board of Directors.

For further information, please contact:

Mark Stewart
Chairman
+61 8 9758 1333

Rob Stuart
Managing Director
+61 8 9758 1333

admin@desertmetals.com.au