

Market Update

Danakali Limited (“Danakali” or “the Company”) (NSX:DNK) continues to make good progress on its objectives in mineral exploration and development while preserving capital. The Company is pleased to provide this update to shareholders and other interested parties.

Eritrea

We have ongoing discussions with the relevant authorities in Eritrea regarding our Ela Gedel exploration license application and other possible areas for cooperation. The status of the exploration license is currently pending, and no specific timeline has been established. Our Chairman, Seamus Cornelius, plans to visit Eritrea in October to meet the relevant authorities in person.

Saudi Arabia

In collaboration with our partners, **Masadar Al-Zamarda for Mining**, led by the Al Qurashi Family and His Royal Highness Prince Mohammad Bin Nahar Bin Saud Al Saud, we are evaluating opportunities in the Kingdom of Saudi Arabia (KSA). Our primary area of interest centres on precious metals and critical minerals, particularly those with established access to existing infrastructure. Our partners have presented several promising prospects for assessment, which we are currently reviewing.

Other Africa

We are currently involved in due diligence and negotiations on projects throughout Africa, with particular emphasis on Tanzania and Mauritania. Our approach remains systematic as we evaluate these opportunities, and we will provide further updates to the market as appropriate.

Australia

In Western Australia we have successfully applied for a number of exploration licenses as shown in the attached table. The mineral exploration, development and licensing system in WA allows qualified applicants to secure priority access to exploration ground for a low cost. After obtaining priority access, the following process is to review all relevant data on ground and neighbouring tenements and conduct site visits prior to determining which tenements will proceed to grant. We will update the market as ground is progressed through to grant and work programs are developed.

NSX

The National Stock Exchange of Australia (NSX) is in the process of being acquired by the Canadian Securities Exchange (CSE). Meetings have been held with representatives from both NSX and CSE regarding the transaction. After completion, ownership will be consolidated under the CSE, and the NSX plans to delist from the ASX and operate with additional funding and a defined business plan aimed at growth for the exchange and its listed companies. Shareholders and interested parties are encouraged to review available information on this development.

This announcement has been authorised by Seamus Cornelius, Executive Chair of Danakali Limited.

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Australian Exploration Applications Applications

Project	Location	Licence No	Primary Target	Secondary Target
NARNDEE	Yalgoo Mineral Field (WA), 110 km SSE of Mount Magnet	E59/3011	Au and Cu	Ni, Li and REE
DONGQUAN	Yalgoo Mineral Field (WA), ~110 km SSE of Mount Magnet	E59/3012	Au and Cu	Ni, Li and REE
MR MAGOO	Yalgoo Mineral Field (WA), ~110 km SSE of Mount Magnet	E59/3013	Au and Cu	Ni, Li and REE
BOODANOO NORTH	Yalgoo Mineral Field (WA)	E 59/3017	Heavy Minerals-Ilmenite	Ni and REE
BOODANOO SOUTH	Yalgoo Mineral Field (WA)	E 59/3018	Heavy Minerals-Ilmenite	Ni, Li and REE
MEELINE	Yalgoo Mineral Field +Murchison Mineral Field (WA)	E 59/3019	Heavy Minerals-Ilmenite	Ni, Li and REE
DONGQUAN WEST	Yalgoo Mineral Field (WA)	E 59/3020	Au and Cu	Ni, Li and REE
YALGOO	Yalgoo Mineral Field (WA)	E 59/3023	Au and Fe	Ni, Cu, Co, PGE, Li and REE
BROWNS	Gascoyne Mineral Field (WA), ~220 km ENE of Carnarvon	E09/3033	Cu, REE, Li	Base & precious metals
LYONS RIVER	Gascoyne Mineral Field (WA), ~220 km ENE of Carnarvon	E09/3034	Au	Base & precious metals
BLACK SABBATH	Dundas Mineral Field (WA), ~145 km SE of Southern Cross	E63/2530	Li and REE	Ni, Cu, Co and PGE
ERRIDA CREEK	Peak Hill Mineral Field	E 52/4503	Li and REE	Au and Cu
ERRABIDY	Peak Hill Mineral Field	E 52/4504	Li and REE	Ni, Cu, Co and PGE
ASHBURTON	Ashburton Mineral Field	E 08/3839	Au	Base & precious metals
ASHBURTON	Ashburton Mineral Field	E 08/3840	Au	Base & precious metals
NORTH COOLGARDIE	North Coolgardie Mineral Field	E 29/1315	Au	Base & precious metals
YILGARN	Yilgarn Mineral Field	E 77/3338	Au	Base & precious metals