CLEANSING NOTICE

Cleansing Notice under section 708A(5)(e) of the Corporations Act

This notice is given by Discovery Metals Limited (ASX/BSE: DML) (Discovery Metals, DML or the Company) under section 708A(5)(e) of the Corporations Act 2001 (Cth) (Act).

The Company issued 84,005,163 fully paid ordinary shares at AUD$0.03451 per share (Placement Shares) by way of a placement to Transamine S.A. (Transamine), raising AUD$2.8 million for the Company (Placement).

In making the Placement, the Company relies on section 708A(5) of the Act and gives notice under section 708A(5)(e) and 708A(6) of the Act of the following details:

1. the Placement Shares were issued without disclosure to the investor under Part 6D.2 of the Act;
2. this notice is being given under section 708A(5)(e) of the Act;
3. as at the date of this notice, the Company has complied with:
   a. the provisions of Chapter 2M of the Act as they apply to the Company; and
   b. section 674 of the Act; and
4. as at the date of this notice, there is no excluded information of the type referred to in sections 708A(7) and 708A(8) of the Act that is required to be disclosed by the Company under section 708A(6)(e) of the Act.

Yours Sincerely,

Paul Frederiks
Company Secretary and Chief Financial Officer
Discovery Metals Limited
FORWARD LOOKING STATEMENTS

This release includes certain statements that may be deemed “forward-looking statements”. All statements in this discussion, other than statements of historical facts, that address future activities and events or developments that Discovery Metals expects, are forward-looking statements. Although Discovery Metals believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, continued availability of capital and financing, and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in forward-looking statements.

DISCOVERY METALS BACKGROUND

Discovery Metals is an ASX/BSE listed copper exploration and production company focused on the emerging Kalahari Copperbelt in north-west Botswana. The Company is a copper producer at its 100% owned Boseto Copper Project.

The Kalahari Copperbelt sediment-hosted mineralisation of the Boseto Copper Project is similar in style to the well-known and large deposits of the Central African Copperbelt of Zambia and the Democratic Republic of the Congo.

Discovery Metals has prospecting licences covering approximately 26,150 km² in Botswana.

Further information on the Company including Mineral Resources and Ore Reserves is available on our website: www.discoverymetals.com

For further information on this release and Discovery Metals Limited, please contact:

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