

29 June 2022

Dear Shareholder

DISCOVEX RESOURCES LIMITED – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE

As announced on 20 June 2022, DiscovEx Resources Limited (ACN 115 768 986) (**Company**) is undertaking a non-renounceable rights issue of two (2) fully paid ordinary shares in the capital of the Company (**Shares**) for every seven (7) Shares held at an issue price of \$0.004 per Share, to raise up to \$2,935,616 (**Offer**).

The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 20 June 2022.

The Offer is partially underwritten by Directors Nedlands Nominees ATF Windandsea Investments A/C, an entity in which Mr Hellewell is a director and substantial shareholder, and Toby Wellman ATF Serpentine Investment A/C (**Underwriters**). The Underwriters will not receive an underwriting fee. The Company must reimburse the Underwriters for costs incurred that are incidental to the Offer.

The Company intends to apply the funds raised from the Offer (less expenses) towards exploration at the Sylvania and Edjudina Projects and to general working capital. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Offer, assuming any shortfall is subsequently placed and the full subscription is raised, the Company will have issued approximately 733,904,022 Shares resulting in total Shares on issue of 3,302,568,098.

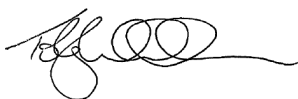
Ineligible shareholders

A Shareholder who has a registered address outside Australia and New Zealand (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1 (a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia and New Zealand compared with the small number of Ineligible Shareholders and the number and value of Shares to which they would otherwise be entitled.

If you have any queries concerning the Offer, please contact your financial adviser or Nerida Schmidt, DiscovEx Resources Limited's Company Secretary, on +61 8 9380 9440.

Yours sincerely



Toby Wellman
Managing Director