

ASX
RELEASE

14 May 2008

**The Largest Calcrete
Uranium Exploration
Portfolio In Western
Australia**

Website

www.desertenergy.com.au

For further information on
this release and the
Company please contact:

Investor Relations Manager
Office
+61 2 8969 2777
Mobile Phone
+61 (0) 402 079 999

Email
kbanks@auroraminerals.com

**STRONG 15km RADIOMETRIC ANOMALY
DETECTED AT OLD STATION WEST PROSPECT**

Desert Energy Limited is pleased to announce results from its close spaced low-level airborne magnetic-radiometric survey ("MagRad") conducted in April 2008 at its **Old Station West** project.

The survey successfully highlighted approximately 15km of strong uranium-channel radiometric anomalies on the Old Station West exploration licence application E57/672 (refer attached image).

The Project is located 60km south of the significant calcrete hosted Anketell uranium deposit and 150km south west of the major calcrete hosted Yeelirrie uranium deposit in the NE Yilgarn region of Western Australia.

The uranium channel anomaly at Old Station West generally appears to coincide with a linear paleo-drainage which has largely been buried under broad sand and soil cover.

Desert Energy has deliberately targeted areas covered by soil and sand seeking the next generation of calcrete uranium discoveries. One of the major areas of focus for the Company is the NE Yilgarn region of Western Australia, which is the richest known calcrete uranium province in the world.

Calcrete has been mapped by the Geological Survey of Western Australia in eastern part of the drainage system and is suspected by the Company's geologists to extend under the sand and soil covered area.

The anomalies will guide systematic follow-up geochemical field sampling following the granting of the tenement.

Yours faithfully

Robert Taylor
Executive Director

Garry O'Hara
Executive Director

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Robert S Taylor, a Member of The Institute of Materials, Minerals and Mining and Mr. Garry P O'Hara, a corporate member of the Australasian Institute of Mining and Metallurgy.

Robert Taylor and Garry O'Hara are both executive directors of Desert Energy Limited and consult to the Company through their respective consulting companies Able Kids Pty Ltd and Anketell Pty Ltd.

Robert Taylor and Garry O'Hara have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Robert Taylor and Garry O'Hara consent to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Company's website is recommended reading for interested market watchers, brokers and investors. The website contains information on the Company's projects including maps, a list of the Company's announcements to ASX, information on Native Title (including the tenement grant process and heritage surveys) including in the Desert Energy Prospectus, the legislative environments under which the Company operates, Corporate Governance, a section on risks, many of which are common to exploration companies, and other useful information. A list of the Company's announcements is also obtainable from the Australian Stock Exchange website at www.asx.com.au

If you would like copies of announcements emailed to you can contact Ken Banks.

DESERT ENERGY LIMITED
OLD STATION WEST PROSPECT
RADIOMETRIC ANOMALY

665 000mE

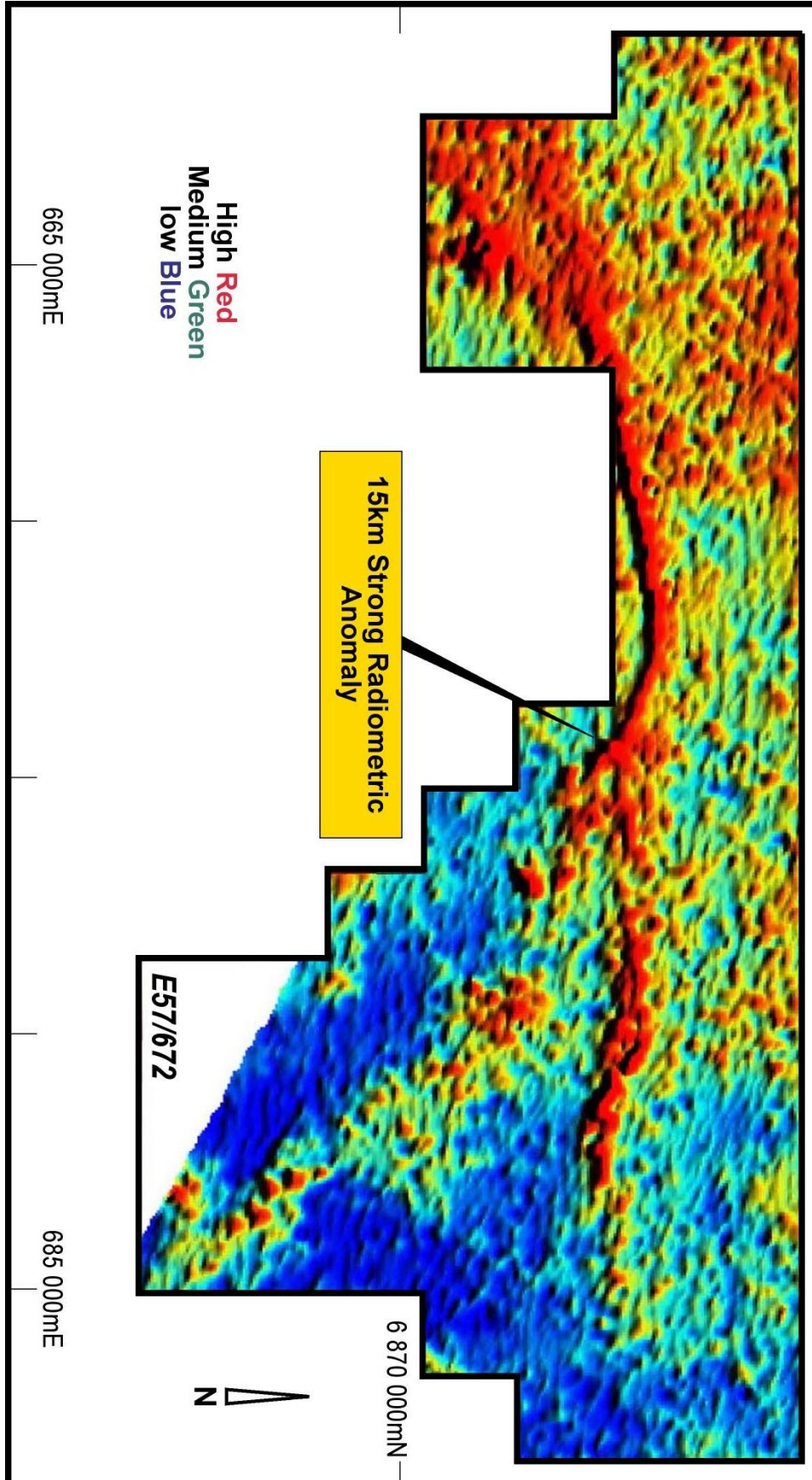
685 000mE



20km



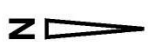
6 880 000mN



High Red
Medium Green
Low Blue

15km Strong Radiometric Anomaly

E57/672



665 000mE

685 000mE

6 870 000mN