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11 NOVEMBER 2015

DACIAN SUCCESSFULLY COMPLETES PLACEMENT AND INSTITUTIONAL ENTITLEMENT OFFER

- Successful completion of the Placement to raise approximately \$10.0 million and the Institutional Entitlement Offer to raise approximately \$8.1 million
- Strong support received from existing sophisticated and institutional shareholders and a number of new high quality institutional investors introduced to the register through the heavily over-subscribed Placement and Institutional Entitlement Offer shortfall
- The fully underwritten Retail Entitlement Offer to raise approximately \$7 million will be completed over the next three weeks
- Following completion of the Retail Entitlement Offer, Dacian will be fully funded to complete the DFS on the 3.0 million ounce Mt Morgans Gold Project while continuing its aggressive regional exploration drilling program

Dacian Gold Limited (**Dacian** or the **Company**) is pleased to announce the successful completion of the Placement and the institutional component of the 5 for 22 accelerated non-renounceable entitlement offer.

The Placement was strongly supported by a range of new and existing sophisticated and institutional investors. The Institutional Entitlement Offer attracted strong support, with a take-up rate of approximately 82% from existing Eligible Institutional Shareholders.

Dacian will issue approximately 14.4 million shares under the Placement to raise approximately \$10.0 million, and will issue a further 11.7 million shares under the Institutional Entitlement Offer to raise approximately \$8.1 million.

As announced to the ASX on Monday, 9th November 2015, the equity raising is fully underwritten by CBA Equities Limited and will raise approximately \$25 million.

Dacian's Executive Chairman Rohan Williams commented:

"We are delighted with the strong support received from our existing sophisticated and institutional shareholders; and are very pleased to welcome a number of high quality institutional investors as new shareholders in Dacian."

New shares subscribed for under the Placement and Institutional Entitlement Offer are expected to settle on Monday, 16th November 2015 and commence trading on Tuesday, 17th November 2015. Dacian expects that its trading halt will be lifted today and its shares will recommence trading on an ex-entitlement basis.

Retail Entitlement Offer

The retail component of the Entitlement Offer will open on Tuesday, 17th November 2015 and close at 5:00pm (AEDT) on Friday, 27th November 2015.

Eligible Retail Shareholders will be able to subscribe for 5 shares for every 22 shares held at 7:00pm (AEDT) on Thursday, 12th November 2015 (**Record Date**). In deciding whether or not to participate in the Retail Entitlement Offer, Eligible Retail Shareholders should carefully read the Retail Entitlement Offer booklet which is to be lodged with the ASX and dispatched to Eligible Retail Shareholders on Tuesday, 17th November 2015. This booklet and the accompanying personalised Entitlement and Acceptance Form will contain instructions on how to apply.

Key dates for the Retail Entitlement Offer are outlined in the timetable below:

| Key Event | Date ¹ |
|--|-----------------------------------|
| Announcement of Outcome Under Placement and Institutional Entitlement Offer | Wednesday, 11 November 2015 |
| Trading in Dacian Shares Recommences on an Ex-entitlement Basis | Wednesday, 11 November 2015 |
| Record Date for Entitlement Offer | 7:00pm Thursday, 12 November 2015 |
| Settlement of New Shares Issued Under Placement and Institutional Entitlement Offer | Monday, 16 November 2015 |
| Retail Entitlement Offer Opens | Tuesday, 17 November 2015 |
| Retail Offer Booklet Dispatched | Tuesday, 17 November 2015 |
| Allotment and Trading of New Shares Issued Under Placement and Institutional Entitlement Offer | Tuesday, 17 November 2015 |
| Retail Entitlement Offer Closes | 5:00pm Friday, 27 November 2015 |
| Announcement of Outcome Under the Retail Entitlement Offer | Tuesday, 1 December 2015 |
| Settlement of New Shares Issued Under Retail Entitlement Offer | Thursday, 3 December 2015 |
| Allotment of New Shares Issued Under Retail Entitlement Offer | Friday, 4 December 2015 |
| Dispatch of Holding Statements and Trading of New Shares Issued Under Retail Entitlement Offer | Monday, 7 December 2015 |

Note: (1) The above timetable is indicative only and subject to change. Dacian, in conjunction with the Joint Lead Managers, reserves the right to amend any or all of these events, dates and times subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and other applicable laws. All times and dates are in reference to AEDT

CBA Equities Limited and Argonaut Securities Pty Ltd acted as joint lead managers to the transaction. Treadstone Resource Partners acted as strategic and financial advisor to Dacian.

For further information on the equity raising please visit www.daciangold.com.au to view the Company's presentation or contact:

| | |
|---|--|
| Rohan Williams Executive Chairman Dacian Gold Limited +61 (08) 9226 4622 | Paul Armstrong Investor Relations Read Corporate +61 (08) 9388 1474 |
|---|--|

For and on behalf of the Board



Rohan Williams

Executive Chairman

About Dacian Gold Limited

The Mt Morgans Project hosts high grade Mineral Resources of 3.0 million ounces at an average grade of 2.2g/t gold, including Ore Reserves of 8,000 ounces at an average grade of 9.2g/t gold. In addition, the Company has identified multiple exploration targets and resource extension opportunities. If proven, they will enable growth of the Mt Morgans' existing Mineral Resource and Ore Reserve base.

Dacian Gold has a strong Board and Management team which includes Rohan Williams as Executive Chairman; Robert Reynolds (formerly non-executive Chairman of Avoca Resources Ltd) and Barry Patterson (co-founder and non-executive Director of GR Engineering Ltd) as non-executive directors.

Dacian's strategy at Mt Morgans is evolving toward potential mine development. It has identified two large mineralised systems at Westralia and Jupiter where it believes simultaneous mine development at each site is a possibility, and will be the subject of ongoing drilling and feasibility studies. Dacian considers a high grade Ore Reserve of at least 600,000 ounces of gold is reasonably likely to provide sufficient returns to justify the investment capital required to construct an ore processing facility at the project.

For further information visit: www.daciangold.com.au or please contact:

Rohan Williams
Executive Chairman
Dacian Gold Limited +61 8 9226 4622 or rohan.williams@daciangold.com.au

Appendix I

Mount Morgans Gold Project Mineral Resources as at 15 September 2015

| Deposit | Cut-off Au g/t | Measured | | | Indicated | | | Inferred | | | Total Mineral Resource | | |
|----------------------|-------------------|------------------|------------|----------------|-------------------|------------|------------------|-------------------|------------|------------------|------------------------|------------|------------------|
| | | Tonnes | Au g/t | Au Oz | Tonnes | Au g/t | Au Oz | Tonnes | Au g/t | Au Oz | Tonnes | Au g/t | Au Oz |
| King Street* | 0.5 | - | - | - | - | - | - | 532,000 | 2.0 | 33,000 | 532,000 | 2.0 | 33,000 |
| Jupiter | 0.5 | - | - | - | 13,066,000 | 1.4 | 605,000 | 13,484,000 | 1.1 | 480,000 | 26,550,000 | 1.3 | 1,085,000 |
| Jupiter LG Stockpile | 0.5 | 3,494,000 | 0.5 | 58,000 | - | - | - | - | - | - | 3,494,000 | 0.5 | 58,000 |
| Westralia | 2.0 | 235,000 | 4.6 | 35,000 | 1,961,000 | 4.7 | 293,000 | 7,074,000 | 5.2 | 1,192,000 | 9,269,000 | 5.1 | 1,520,000 |
| Craic* | 0.5 | - | - | - | 69,000 | 8.2 | 18,000 | 120,000 | 7.1 | 27,000 | 189,000 | 7.5 | 46,000 |
| Transvaal | 2.0 | 367,000 | 5.8 | 68,000 | 404,000 | 5.3 | 69,000 | 482,000 | 4.7 | 73,000 | 1,253,000 | 5.2 | 210,000 |
| Ramornie | 2.0 | - | - | - | 156,000 | 4.1 | 21,000 | 285,000 | 3.9 | 36,000 | 442,000 | 4.0 | 57,000 |
| Total | | 4,096,000 | 1.2 | 161,000 | 15,656,000 | 2.0 | 1,006,000 | 21,978,000 | 2.6 | 1,842,000 | 41,730,000 | 2.2 | 3,008,000 |

Mt Morgans Gold Project Ore Reserves as at 15 September 2015

| Deposit | Cut-off Grade Au g/t | Proved | | | Probable | | | Total | | |
|--------------|-------------------------|--------|--------|-------|---------------|------------|--------------|---------------|------------|--------------|
| | | Tonnes | Au g/t | Au Oz | Tonnes | Au g/t | Au Oz | Tonnes | Au g/t | Au Oz |
| Craic | 3.9 | - | - | - | 28,000 | 9.2 | 8,000 | 28,000 | 9.2 | 8,000 |
| Total | | - | - | - | 28,000 | 9.2 | 8,000 | 28,000 | 9.2 | 8,000 |

In relation to Mineral Resources and Ore Reserves, the Company confirms that all material assumptions and technical parameters that underpin the relevant market announcement continue to apply and have not materially changed.

Competent Person Statement

Exploration

The information in this report that relates to Exploration Results is based on information compiled by Mr Rohan Williams who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Williams consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears.

Mineral Resources and Ore Reserves

The information in this report that relates the Westralia, Jupiter and Transvaal Mineral Resource (see ASX announcement – 16th September, 2015) and the Ramornie Mineral Resource (see ASX announcement – 24th February, 2015) is based on information compiled by Mr Shaun Searle who is a Member of Australian Institute of Geoscientists and a full time employee of RPM. Mr Searle has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Searle consents to the inclusion in the report of the matters based on his information in the form and context in which it

appears.

The information in this report that relates the Jupiter Low Grade Stockpile (see ASX announcement – 16th September, 2015) and is based on information compiled by Mr Rohan Williams who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Williams consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources (other than Westralia, Jupiter, Jupiter Low Grade Stockpile, Transvaal, and Ramornie which are reported under JORC 2012) is based on information compiled by Mr Rohan Williams, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd.

Where the Company refers to the Mineral Resources in this report, it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the resource estimate with that announcement continue to apply and have not materially changed.

The information in this report that relates to Ore Reserves is based on information compiled by Mr Bill Frazer, a director and full time employee of Mining One Pty Ltd and a Member of The Australasian Institute of Mining and Metallurgy. Mr. Williams and Mr Frazer 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. Mr Williams and Mr Frazer consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

All information relating to Mineral Resources and Ore Reserves (other than the King Street and Craic) were prepared and disclosed under the JORC Code 2012. The JORC Code 2004 Mineral Resource and Ore Reserves have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last updated.