

25 October 2016

QUARTERLY ACTIVITIES REPORT TO 30 SEPTEMBER 2016

Upgraded Mineral Resource estimates from Mt Morgans Gold Project (MMGP) that were completed during the quarter reported:

- **8.6Mt @ 5.8g/t Au for 1.6 million ounces** for the Westralia Deposit
- **33.7Mt @ 1.3g/t Au for 1.4 million ounces** for the Jupiter Deposit
- **44.7Mt @ 2.3g/t Au for 3.3 million ounces** for the total Mt Morgans Project Mineral Resource inventory and includes **2.2 million ounces of Measured and Indicated Mineral Resources**

MMGP Feasibility Study work programs finalised during the quarter include:

- Process plant and infrastructure design and cost estimates; detailed metallurgical testwork and operating cost estimates; geotechnical evaluation of proposed open pit and underground mines; and environmental studies and hydrological studies.
- The Company is well advanced in regulatory approvals with applications submitted to the relevant government departments including: Mining Proposal and Mine Closure Plan; Native Vegetation Clearing Permit; and Works Approval and License Application.
- The Company is currently advancing detailed mine design and scheduling with the aim for the release of the MMGP Feasibility Study and maiden Ore Reserves in the December quarter targeting potential project construction in CY2017 and first gold production in the first quarter of CY2018.

Exploration activity continued throughout the September quarter. Significant results included:

- Reconnaissance drilling at the syenite-hosted Cameron Well prospect confirms a large and highly prospective gold target with **multiple gram.metre intersections** returned from a very broad 100m x 100m spaced reconnaissance aircore drill holes over an area measuring in excess of **2.5km x 2km**.
- **Extensive near surface mineralisation** identified along magnetic corridors at Jupiter Regional reconnaissance aircore drilling east of the 1.4Moz Jupiter Deposit. **Shallow gold mineralisation** also intersected along interpreted continuation of the Cornwall Shear Zone, 300m south of the existing Mineral Resource.
- **High grade, shallow intersections** returned from reconnaissance RC drill holes into the interpreted footwall BIF unit above Allanson at the Westralia Deposit.
- A high grade intersection of **4.5m @ 6.7g/t Au** from the Europa target located immediately east of the 1.4 Moz Jupiter Mineral Resource

INTRODUCTION

Dacian Gold's 100% owned Mt Morgans Gold Project (MMGP) is located 25km south-west of Laverton in Western Australia (see Figure 1). The MMGP has been the Company's sole focus since its IPO on the ASX in November 2012, and in less than three years Dacian Gold has discovered two +1 million ounce gold deposits at Westralia and Jupiter.

In the June 2016 quarter, the Company released the final drilling results from the 90,000m in-fill drilling programs at both the Jupiter and Westralia Deposits. Updated Mineral Resource estimates for both Jupiter and Westralia were released to the ASX during the September 2016 quarter, the highlights of which are summarised below.

The total Mt Morgans Project Mineral Resource inventory increased to 44.7Mt @ 2.3g/t Au for 3.3 million ounces and importantly includes **2.2 million ounces of Measured and Indicated Mineral Resources**. With this significant resource upgrade, the Company is well positioned to finalise the MMGP Feasibility Study in the December 2016 quarter.

Exploration drilling completed during the quarter is also described below, and remains an ongoing and important initiative for the Company.

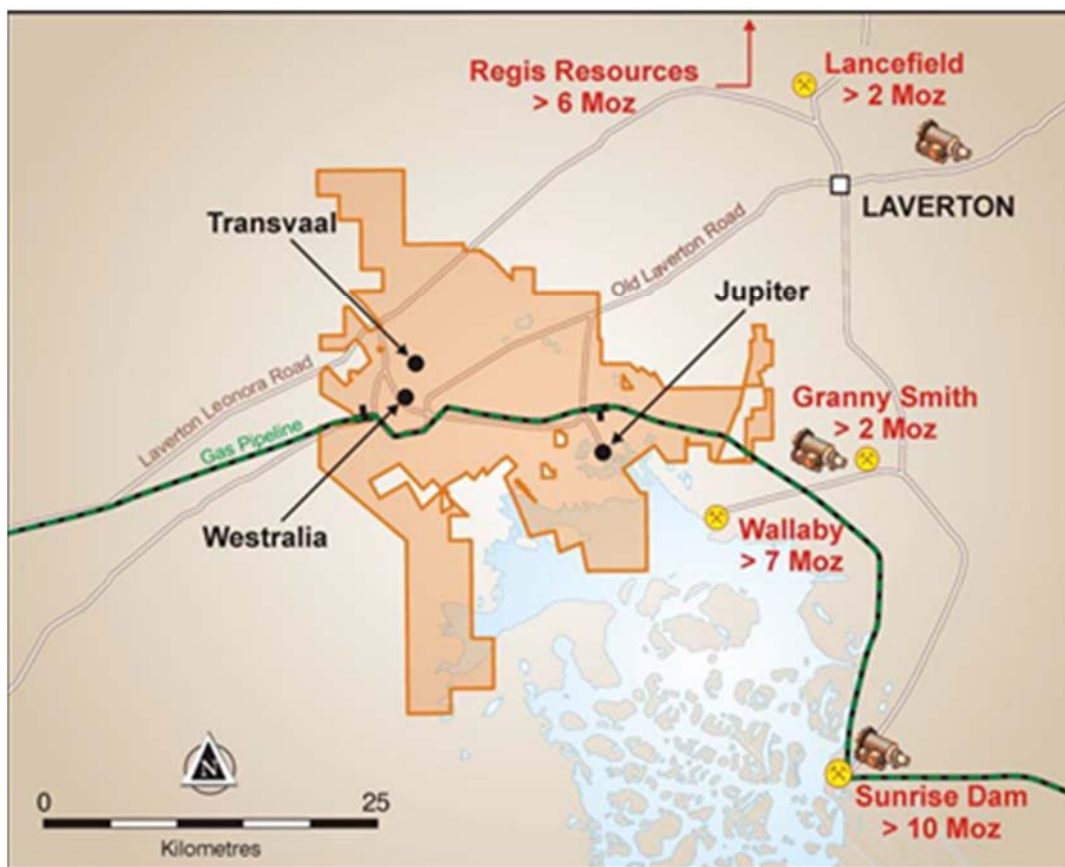


Figure 1: Location map showing Dacian Gold's 100% owned MMGP tenure (orange), including the Westralia and Jupiter Deposits. Also shown is the location of existing infrastructure as well as proximal multi-million ounce gold deposits.

MINERAL RESOURCE UPGRADES

Overview

As noted above, a key milestone achieved during the September quarter was the updated Mineral Resource estimation work completed on the Westralia and Jupiter Deposits.

- The updated Mineral Resource for the MMGP is:

44.7Mt at 2.3g/t Au for 3.3 million ounces.

- Changes to the MMGP Mineral Resource for the quarter include:
 - An increase to 2.2 million ounces of Measured and Indicated Mineral Resources;
 - A 176% increase in the Measured and Indicated Resources of the Westralia Deposit from 328,000 ounces to 905,000 ounces;
 - The average grade of Westralia Mineral Resource increase by 15% to 5.8g/t Au;
 - A 69% increase in the Measured and Indicated Resources of the Jupiter Deposit from 663,000 ounces to 1.12 million ounces
- The updated Jupiter Deposit Mineral Resource is **33.7Mt at 1.3g/t Au for 1.4 million ounces** (above a 0.5g/t Au cut-off grade), encompassing a 1.9km strike length of continuous mineralisation.
- The updated Westralia Deposit Mineral Resource is **8.6Mt at 5.8g/t Au for 1.6 million ounces** (above a 2.0g/t Au cut-off grade), encompassing a 2.8km strike length of continuous mineralisation.
- All updates to the MMGP Mineral Resource have been completed by international mining consultants RungePincockMinarco.

See ASX announcements 19th July 2016 and 28th July 2016 for all supporting information associated with the updated Mineral Resources for Jupiter and Westralia, respectively.

Westralia Deposit

The **1.62 Moz** Westralia Deposit Mineral Resource estimate released during the quarter is summarised below in Table 1.

**Westralia Deposit
July 2016 Mineral Resource Estimate (2.0g/t Au Cut-off)**

Type	Measured			Indicated			Inferred			Total		
	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces
Oxide	0.02	6.6	3,000	0.01	4.6	1,000				0.02	6.0	4,000
Transitional	0.02	3.7	3,000	0.2	3.6	18,000	0.2	4.8	24,000	0.3	4.2	45,000
Fresh	0.4	5.0	60,000	4.6	5.5	821,000	3.3	6.5	691,000	8.3	5.9	1,572,000
Total	0.4	5.0	65,000	4.8	5.5	840,000	3.4	6.5	715,000	8.6	5.8	1,621,000

Table 1: Westralia Prospect Mineral Resource as announced to the ASX on 28 July 2016.

Several important features are evident from the upgraded Westralia Deposit Mineral Resource:

- a significant improvement in overall grade from 5.1g/t Au (see ASX announcement 16 September 2015) to 5.8g/t Au, up 15%;
- the Measured and Indicated Mineral Resources total 905,000 ounces and comprise 56% of the total Westralia Deposit Mineral Resource; and
- the Inferred Mineral Resources totals 715,000 ounces at a grade of 6.5g/t Au, and therefore represent an **excellent resource-upgrade target**. As the majority of the Inferred Mineral Resource lie below the Measured and Indicated Mineral Resource, it is anticipated drill programs aimed at potentially converting the Inferred Mineral Resource to Indicated Mineral Resource will be completed from underground locations as contemplated in the MMGP Feasibility Study.

Figure 2 below shows the distribution of the different Mineral Resource classifications referred to above.

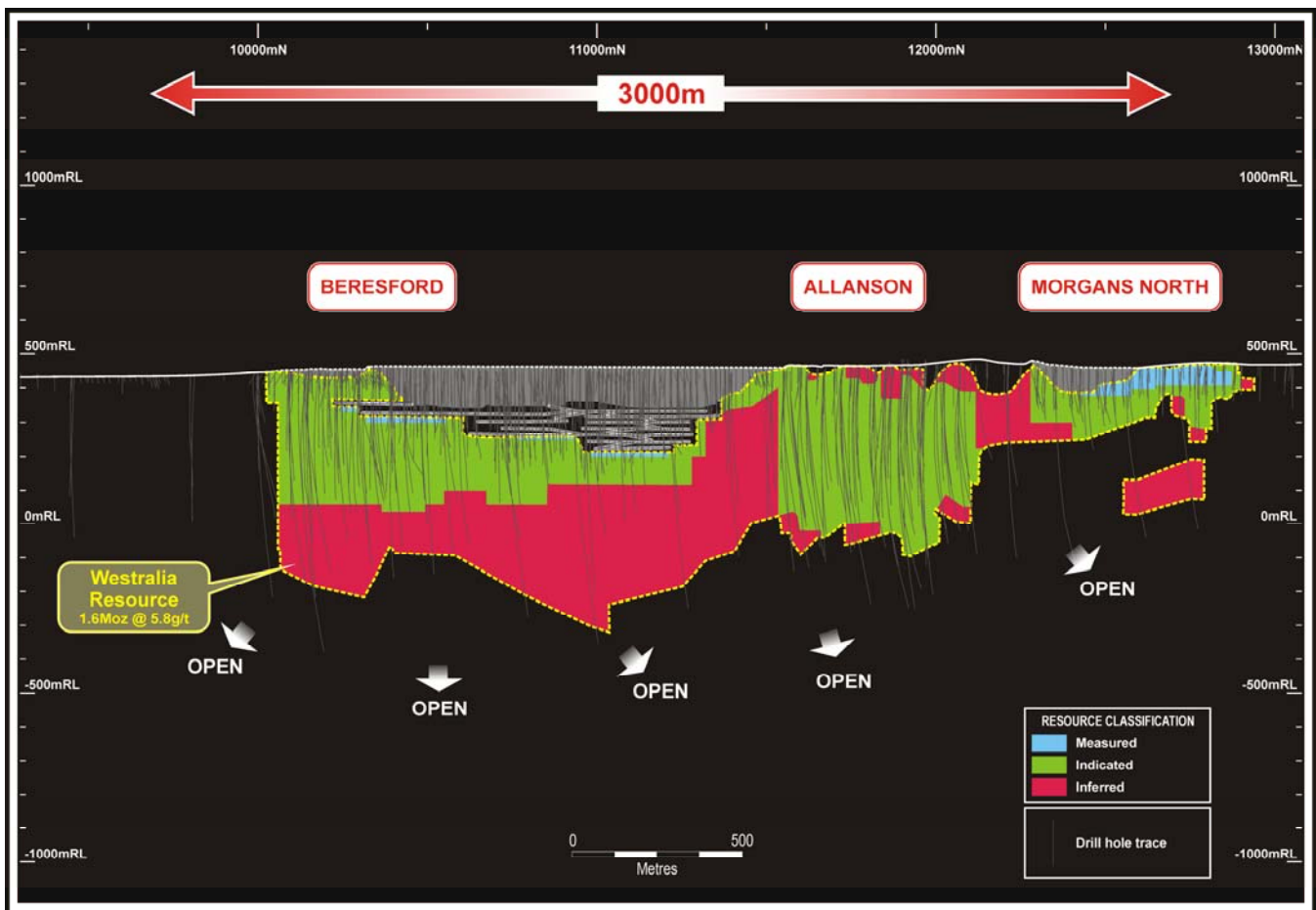


Figure 2: Long section of the Westralia Deposit Mineral Resource colour-coded for resource classification.

Beresford, Allanson and Morgans North Mineral Resources

Dacian Gold renamed the Westralia Underground Mineral Resource the *Beresford Mineral Resource* and the Morgans Underground Mineral Resource the *Allanson Mineral Resource*; and together with the Morgans North Mineral Resource, all three now comprise the Westralia Deposit. See Figure 2 for the relative locations of each of the three Mineral Resources within the Westralia Deposit.

The individual Beresford, Allanson and Morgans North Mineral Resources are summarised below in Table 2.

Westralia Deposit
July 2016 Mineral Resource Estimate (2.0g/t Au Cut-off)

	Measured			Indicated			Inferred			Total		
	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces	Tonnage Mt	Au g/t	Au Ounces
Beresford	0.4	5.0	60,000	3.4	5.1	562,000	2.6	6.5	540,000	6.4	5.7	1,162,000
Allanson				1.1	7.2	245,000	0.7	6.3	137,000	1.7	6.9	382,000
Morgans North	0.04	4.7	6,000	0.3	3.7	33,000	0.2	5.5	38,000	0.5	4.2	77,000
Total	0.4	5.0	65,000	4.8	5.5	840,000	3.4	6.5	715,000	8.6	5.8	1,621,000

Note: Totals may differ due to rounding

Mineral Resources reported on a dry basis

Table 2: Westralia Deposit showing individual Mineral Resource areas announced to the ASX on 28 July 2016.

Refer to ASX announcement dated 28 July 2016 for further detail on the Westralia Deposit Mineral Resource.

Jupiter Deposit

During the quarter, the Mineral Resource estimate for the Jupiter Deposit was updated to **33.7Mt at 1.3g/t Au for 1,350,000 ounces** (above a 0.5g/t Au cut-off grade). The Jupiter Deposit Mineral Resource is now known to be developed **over a continuous strike length of 1.9km** (see ASX announcement 19 July 2016).

The **1.4 Moz** Jupiter Deposit Mineral Resource estimate is summarised below in Table 3.

Jupiter Deposit
July 2016 Mineral Resource Estimate (0.5g/t Cut-off Above 0mRL, 1.5g/t Cut-off Below 0mRL)

Type	Measured			Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Oxide				1.0	1.4	42,000	0.1	1.9	6,000	1.1	1.4	49,000
Transitional	0.04	1.2	2,000	3.1	1.2	117,000	0.04	0.9	1,000	3.2	1.2	120,000
Fresh	1.0	1.7	52,000	18.8	1.4	847,000	6.1	1.1	223,000	25.9	1.4	1,123,000
Surface LG Stockpiles	3.5	0.5	58,000							3.5	0.5	58,000
Total	4.5	0.8	112,000	22.9	1.4	1,006,000	6.3	1.2	231,000	33.7	1.3	1,350,000

Table 3: Jupiter Deposit Mineral Resource released to the ASX on 19 July 2016.

The Jupiter Deposit Mineral Resource is made up of:

1. In situ open pit Mineral Resources above 0m R.L. (400m below the surface) and above a lower cut-off grade off 0.5g/t Au, summarised in Table 4 below;
2. In situ underground Mineral Resources below 0m R.L. and above a lower cut-of grade of 1.5g/t Au, summarised in Table 4 below; and

3. Above ground, low grade stockpiles of 58,000 ounces which are not included in Table 4 below, but shown above in Table 3.

Jupiter Deposit

July 2016 Mineral Resource Estimate (0.5g/t Au Cut-off Above 0mRL)

Type	Measured			Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Oxide				1.0	1.4	42,000	0.1	1.9	6,000	1.1	1.4	49,000
Transitional	0.04	1.2	2,000	3.1	1.2	117,000	0.04	0.9	1,000	3.2	1.2	120,000
Fresh	1.0	1.7	52,000	18.8	1.4	847,000	5.6	1.1	189,000	25.4	1.3	1,089,000
Total	1.0	1.7	54,000	22.9	1.4	1,006,000	5.7	1.1	197,000	29.6	1.3	1,257,000

Jupiter Deposit

July 2016 Mineral Resource Estimate (1.5g/t Au Cut-off Below 0mRL)

Type	Measured			Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Fresh							0.5	2.0	34,000	0.5	2.0	34,000
Total							0.5	2.0	34,000	0.5	2.0	34,000

Table 4: Jupiter Prospect Mineral Resource – in situ open pit and underground Mineral Resource.

Doublejay, Heffernans and Ganymede Mineral Resources

The Jupiter Prospect comprises three near-contiguous gold deposits called Doublejay (to the north), Heffernans and Ganymede (to the south), see Figure 3 below.

Doublejay Mineral Resource

The Doublejay Mineral Resource estimate sits beneath and adjacent to the previously mined Jupiter open pit where a total of **463,000 ounces** is estimated to remain. Eighty-five percent of the remaining Mineral Resource at Doublejay is classified as Measured and Indicated. The respective breakdown of the Doublejay Mineral Resource is shown below in Table 5.

Double Jay Deposit

July 2016 Mineral Resource Estimate (0.5g/t Cut-off Above 0mRL, 1.5g/t Cut-off Below 0mRL)

Type	Measured			Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Oxide				0.04	1.0	1,000				0.04	1.0	1,000
Transitional	0.04	1.2	2,000	1.1	1.1	36,000				1.1	1.1	38,000
Fresh	1.0	1.7	52,000	7.4	1.3	302,000	2.1	1.0	69,000	10.4	1.3	423,000
Total	1.0	1.7	54,000	8.5	1.3	339,000	2.1	1.0	69,000	11.6	1.2	463,000

Table 5: Doublejay Mineral Resource released to the ASX on 19 July 2016.

The further definition and extension of mineralisation beyond previous limits with the deeper drilling at Doublejay has provided significant growth to the Mineral Resource. With the improvement in drill density and definition of mineralisation at depth, the Doublejay Mineral Resource has increased 41% to 463,000 ounces.

With the addition of close spaced drilling (20 x 20m) into the Cornwall Shear Zone (CSZ), 1.0Mt at 1.7g/t Au for 54,000oz has been classified a Measured Mineral Resource.

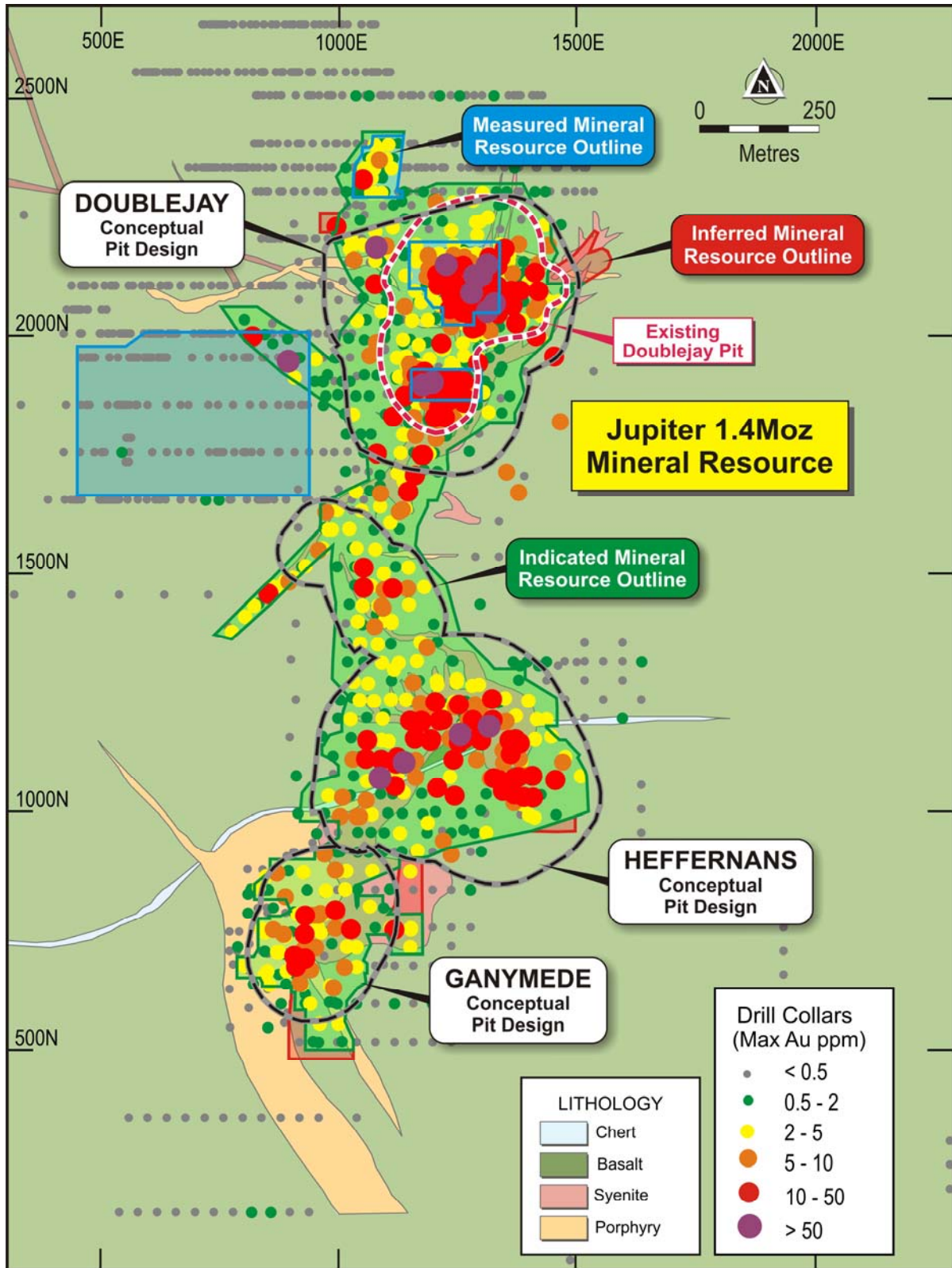


Figure 3: The 1.4 million ounce upgraded Jupiter Prospect Mineral Resource showing conceptual open pit outlines (see ASX announcement of 30 September 2015), drill density with maximum grade intersected; and resource classification outlines.

Heffernans Mineral Resource

The Heffernans Mineral Resource is the largest resource at Jupiter with an estimate of **719,000 ounces**. The major change following the extensive drill program completed during the first half of 2016 has been the significant improvement in Mineral Resource confidence with 82% (up from 69%) of the ounces now reported as Indicated Mineral Resource, as shown below in Table 6.

Heffernans Deposit
July 2016 Mineral Resource Estimate (0.5g/t Cut-off Above 0mRL, 1.5g/t Cut-off Below 0mRL)

Type	Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Oxide	0.5	1.4	22,000	0.03	2.2	2,000	0.5	1.4	24,000
Transitional	1.4	1.3	61,000	0.03	0.9	1,000	1.5	1.3	62,000
Fresh	10.5	1.5	505,000	3.4	1.2	128,000	13.9	1.4	633,000
Total	12.4	1.5	588,000	3.4	1.2	131,000	15.9	1.4	719,000

Table 6: Heffernans Mineral Resource released to the ASX on 19 July 2016.

Ganymede Mineral Resource

The maiden Ganymede Mineral Resource of 108,000 ounces was reported to the ASX on 16 September 2015. The total Ganymede Mineral Resource remains unchanged though the proportion of Indicated Mineral Resource has increased from 42% to 74% (Table 7).

Ganymede Deposit
June 2016 Mineral Resource Estimate (0.5g/t Au Cut-off)

Type	Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Oxide	0.4	1.4	19,000	0.1	1.8	4,000	0.5	1.5	23,000
Transitional	0.6	1.0	19,000				0.6	1.0	20,000
Fresh	1.0	1.3	40,000	0.6	1.3	26,000	1.6	1.3	66,000
Total	2.0	1.2	79,000	0.7	1.3	31,000	2.7	1.3	109,000

Table 7: Ganymede Mineral Resource released to the ASX on 19 July 2016.

Refer to ASX announcement dated 19 July 2016 for further detail on the Jupiter Mineral Resource.

MMGP FEASIBILITY STUDY

Overview

The Company is well positioned to complete the MMGP FS during the December quarter. The mine plan which is being considered for the Feasibility Study involves mining the Jupiter Deposit as an open pit complex; the Westralia Deposit as a two-mine, three-decline underground complex; and the Transvaal Deposit as an underground mine targeting a selection of newly defined stoping areas accessed via the existing open pit and extensive underground workings. Central to the MMGP is the construction of a stand-alone 2.5 million tonne per annum (Mtpa) ore processing facility located at the Jupiter.

Work completed on the Feasibility Study during the September quarter includes:

- Geotechnical studies for the proposed underground and open pit mine designs
- Metallurgical testwork including studies on physical properties, gravity recovery and cyanide leach recovery testwork
- Process plant and infrastructure design together with corresponding operating and capital cost estimates
- Submission of applications for key regulatory approvals. The Company is well advanced in permitting of the MMGP

The Company is currently advancing detailed mine designs and scheduling with the aim for the release of the MMGP Feasibility Study in the December quarter targeting potential project construction in CY2017 and first gold production in the first quarter of CY2018.

Mine Design Studies

The Company has finalised the geotechnical studies with mine geotechnical data assessed and evaluated to determine rock mass conditions for proposed underground and open pit mining areas.

Specialist mining consultants Orelogy Pty Ltd have completed the open pit mining study work of the proposed Jupiter open pits and Entech Pty Ltd are finalising underground mining study work at the Westralia (Beresford and Allanson Undergrounds) and Transvaal Deposits.

Once complete, detailed scheduling will follow with the determination of the maiden Ore Reserves at these deposits.

Process Plant

The Company has selected and tested samples obtained during the major in-fill drilling program completed over Westralia and Jupiter. The following comprehensive metallurgical testwork is now complete:

- Physical properties – comminution circuit modelling and design
- Gravity recovery – gravity circuit design and gravity recovery estimation
- Cyanide leach recovery testwork – leach circuit design, reagent consumption and leach recovery estimation
- Ancillary tests – rheology, thickening and tailings dam design.
- Operating cost estimates

The work suggests the process design flowsheet for the 2.5Mtpa plant will be similar to a number of other gold treatment plants located throughout Western Australia.

Infrastructure

The MMGP Feasibility Study infrastructure requirements have been determined and cost estimates are complete. Infrastructure includes:

- Re-establishment and expansion of the existing bore field including earthworks, pumps, headworks, power supply and delivery pipelines to the processing plant
- Construction of a 2-cell paddock style tails dam
- Approximately 400 room accommodation village
- Mine service area facilities at both Westralia and Jupiter
- Haul road refurbishment
- Site based mobile phone, data, voice and radio communications infrastructure

Project Permitting

The Company is well advanced in regulatory approvals with the following applications submitted to the relevant government departments during the quarter:

- Mining Proposal and Mine Closure Plan to the Department of Mines and Petroleum
- Native Vegetation Clearing Permit to the Department of Mines and Petroleum
- Works Approval and License Application to the Department of Environment Regulation

EXPLORATION ACTIVITY

Overview

The Company's exploration work completed in the September Quarter was focused on:

- First round of reconnaissance drilling at the Cameron Well prospect has confirmed a large and highly prospective syenite-related target (as seen at the Jupiter and Wallaby Deposits). Numerous broad-spaced 100m x 100m drill holes have defined a gold-in-regolith anomaly measuring 2.5km x 2km, which remains open to the north where additional surface geochemical anomalism has not been drill tested.
- Shallow, near surface footwall BIF mineralisation above the Allansons Mineral Resource at the Westralia Deposit. Reconnaissance drilling successfully intersected 6m @ 8.3 g/t Au from 82m, 2m @ 4.8g/t Au from 92m and 17m @ 2.2g/t Au from 63m.
- First round of reconnaissance drilling at the Jupiter Regional prospect where numerous shallow gold intersections returned over magnetic Corridors A and B; and Southern Extension of the Cornwall Shear Zone (CSZ). Results include 8m @ 2.15g/t Au from 4m, 4m @ 2.98g/t Au from 12m, 8m @ 0.85g/t Au from 0m, 4m @ 1.54g/t Au from 24m and 4m @ 0.84g/t Au from 44m.

- Diamond drilling into the previously untested Europa magnetic anomaly located immediately east of the 1.4Moz Jupiter Deposit intersected 4.45m @ 6.7g/t Au from 475m, with visible gold present.
- A large scale (+100m thick) structure and alteration system with minor magnetic units was intersected at Callisto.

Cameron Well

Dacian Gold completed a 133-hole, 9,851m reconnaissance aircore drilling program at Cameron Well (see ASX announcement 1 September 2016) in-filling the very broad 200m x 100m historical RAB drilling to 100m x 100m drill centres, and to extend the size of the existing anomaly into areas not previously drilled tested.

The key outcomes from the drilling completed to date at Cameron Well are:

- Wide-spaced drilling of mostly 100m x 100m spaced drill holes has confirmed the existence of a significant gold-in-regolith anomaly associated, in part, with known and outcropping syenites
- The tenor of the widespread anomalism is very high given the broadly spaced nature of the drilling. Individual 100m spaced drill holes returning total gold results of in excess of 2 gram.metres developed over 2.5km x 2km exceeds Dacian Gold's expectation of gold anomalism from 100m x 100m drill centres
- Despite the significant size of the gold-in-regolith anomaly measuring 2.5km x 2km, it remains open to the north in areas where a 1990 surface LAG geochemical survey yielded strong levels of anomalism, and have never been drilled
- Very little RC drilling exists over the entire 2.5km x 2km anomaly with only 18 holes for 2,335m having been drilled to test deeper parts of the prospect. There are no diamond drill holes at Cameron Well.

Figure 4 below is a plan view of the large and highly prospective Cameron Well gold target.

Table 8 is a list of both mineralised and strongly anomalous 4m composited sample intersections returned from the Company's 133-hole reconnaissance drilling program. As all holes were drilled on a 100m x 100m grid, the high number of strongly anomalous intersections, all of which shown are over 1.5 gram.metre intersections, confirm the Cameron Well Prospect to be a large and highly prospective gold target measuring 2.5km x 2km and remains open to the north.

Dacian Gold will undertake a follow-up drill program in the December 2016 quarter.

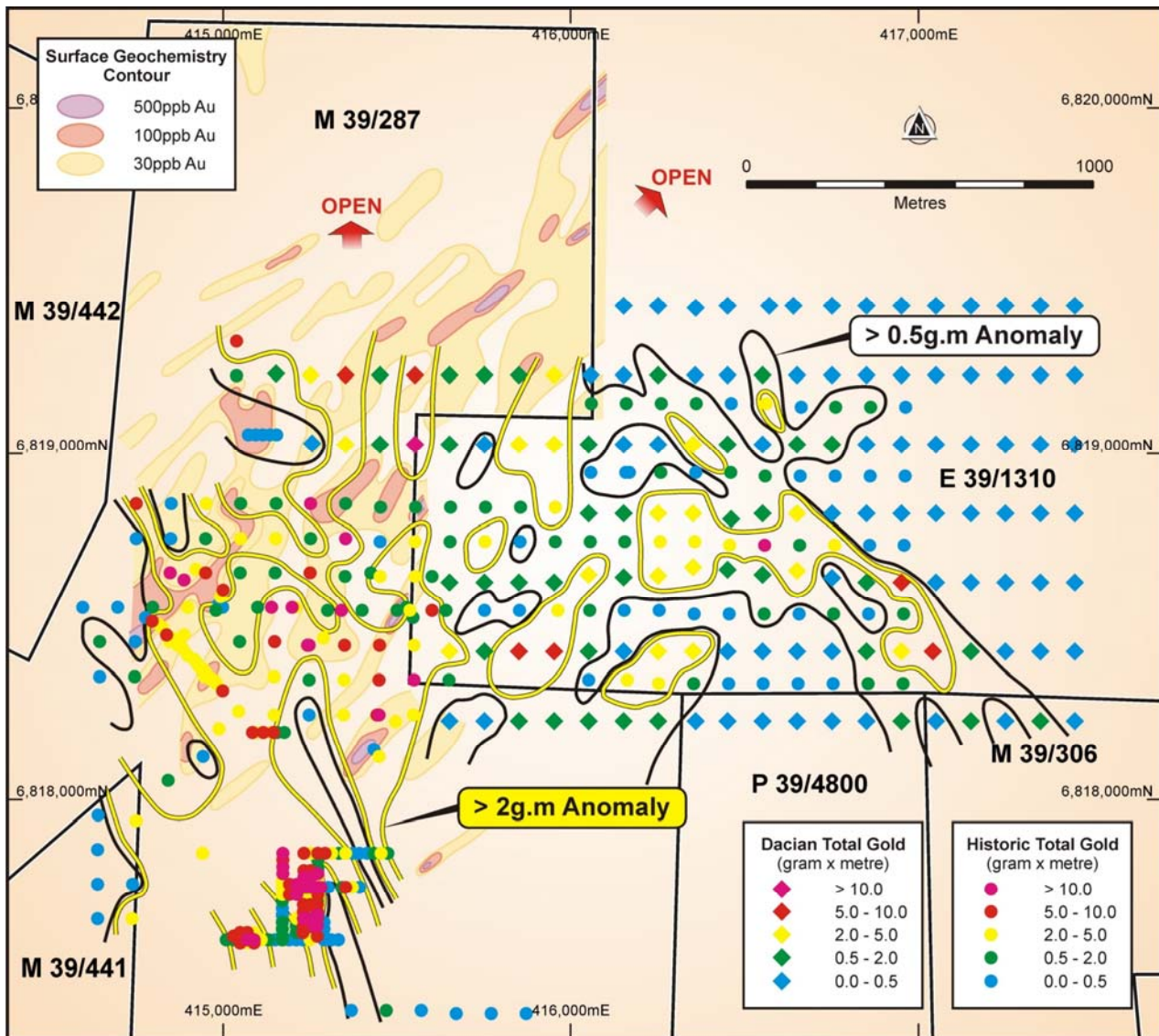


Figure 4: Plan view of reconnaissance exploration drilling results completed over typically broad 100m x 100m drill centres. Cameron Well is a large and highly prospective gold target measuring at least 2.5km x 2.0km and remains open to the north.

Drill hole	Intersection	From
16CWAC0089	4m @ 1.47g/t Au	52m
16CWAC0010	4m @ 1.46g/t Au	44m
16CWAC0072	4m @ 1.30g/t Au	64m
16CWAC0038	4m @ 1.16g/t Au	56m
16CWAC0088	4m @ 0.92g/t Au	44m
16CWAC0065	4m @ 0.84g/t Au	16m
16CWAC0011	4m @ 0.73g/t Au	44m
16CWAC0042	12m @ 0.63g/t Au	60m
16CWAC0006	4m @ 0.63g/t Au	56m

16CWAC0014	4m @ 0.63g/t Au	40m
16CWAC0095	4m @ 0.60g/t Au	52m
16CWAC0008	4m @ 0.51g/t Au	56m
16CWAC0060	4m @ 0.47g/t Au	52m
16CWAC0061	12m @ 0.45g/t Au	76m
16CWAC0035	4m @ 0.41g/t Au	4m
16CWAC0091	12m @ 0.40g/t Au	52m
16CWAC0039	8m @ 0.39g/t Au	52m
16CWAC0036	16m @ 0.27g/t Au	76m

Table 8: Significant intersections all showing +1.5 gram.metre from the 100m x 100m wide-spaced reconnaissance aircore drilling program at Cameron Well.

Footwall BIF above Allanson, Westralia Deposit

Prior to the discovery of the mineralised footwall BIF within the Westralia BIF package at Allanson by Dacian, very little was known about its location and prospectivity. Since discovery, this footwall BIF unit has been subject to a resource drill-out and mining studies for Allanson are currently being completed.

During the quarter, the Company embarked on a 50m to 100m spaced single RC hole drill test of the interpreted near-surface location, or up-dip position of the footwall BIF above Allanson. Dacian Gold drill tested an 850m strike and intersected high grade mineralisation on consecutive drill holes which returned 6m @ 8.3g/t Au from 82m and 17m @ 2.2g/t Au from 63m plus 2m @ 4.8g/t Au from 92m (see ASX release 25 July 2016).

Dacian is highly encouraged that reconnaissance single-hole RC drill tests have returned excellent drill results confirming the Company's geological model and providing a potential open pit drilling target that requires follow-up drilling.

Jupiter

The Company released the results of the initial 356 reconnaissance aircore drill holes that have been completed as part of a planned 585-hole Jupiter Regional reconnaissance exploration drilling program during the quarter (see ASX announcement 10 October 2016).

The Jupiter Regional drilling program is designed to:

- Provide the first drill coverage over recently defined geophysical (magnetic) anomalies that lie close to and contiguous with the 1.4 million ounce Jupiter Mineral Resource – itself defined by magnetic anomalies similar to those being drill tested.
- Sterilise areas identified as infrastructure sites proximal to the Jupiter open pit, presently the subject of a Definitive Feasibility Study.
- Provide an initial and broad drill coverage over those parts of the Jupiter project area not previously tested, and not falling into the two categories above.

A total of 16,473m of drilling is represented by the 356 drill holes were reported and a further 229 aircore drill holes remain to be drilled as recent poor weather conditions hampered drill-rig access on shallow salt lakes required to complete the program.

In late 2015, the Company completed a detailed ground-based magnetic survey identified several magnetic anomalies of interest (see ASX announcement 4 November 2015):

- Corridor A and Corridor B located at the southern end of the magnetic survey.
- The Europa anomaly that sits immediately to the east of the Jupiter Mineral Resource, and the Rosetta anomaly at the north end of the survey area

Corridor A and Corridor B

Corridor A and Corridor B are defined by linear trends of conspicuous magnetic anomalism shown as a series of discrete circular magnetic highs and circular magnetic lows. The linear trends are interpreted to be fault structures into which a series of syenite rocks have intruded which bear a similar resemblance to the north-south linear trend of magnetic anomalism that defines the highly mineralised Jupiter Corridor – host of the 1.4 million ounce Jupiter Deposit.

Corridor A and Corridor B measure 1km and 1.9km respectively and both lie beneath a relatively thin veneer of sand and salt lake cover, and both are completely unexplored.

Dacian Gold's first drill campaign over Corridor A and Corridor B is a reconnaissance exploration drill program utilising an 80m x 40m and 200m x 40m drill grid with all samples collected over 4m composites. Any single 4m sample with an assay grade in excess of 0.1g/t Au is considered significant, and likely to warrant follow-up drilling.

Of particular interest is the extent of gold anomalism identified from an 80m x 40m grid drilling of Corridor A, immediately south-east of the 1.4 million ounce Jupiter Deposit. Of the 36 holes completed, 20 show results in excess of 0.1g/t Au (over 4m composites). Better intersections from the Corridor A including **4m @ 2.98g/t Au from 12m, 4m at 1.54g/t Au from 24m and 8m @ 0.85g/t Au from surface.**

Drilling along both Corridor A and Corridor B has confirmed the existence of gold mineralisation and significant gold-anomalism. Dacian Gold is highly encouraged by the early success of the reconnaissance exploration drilling, and will aggressively pursue ongoing drilling aimed at increasing the Jupiter Deposit Mineral Resource.

Strongly anomalous drill results also returned from an area directly south of the Jupiter Deposit Mineral Resource. Dacian Gold targeted this area for drilling as a potential continuation of the Cornwall Shear Zone (CSZ) that is confirmed as the dominant gold-hosting structure within the Jupiter Deposit. Significant gold mineralisation including **8m at 2.15g/t Au from 4m** on the interpreted CSZ position and 300m south of the Mineral Resource boundary, suggests the mineralisation extends well beyond the existing resource limits.

Europa

The Europa magnetic anomaly at Jupiter has been drill tested with three diamond drill holes designed to better define the shape of the magnetic body. Two diamond drill holes reported in the quarter intersected mineralisation with 16JUDD404 returning **4.45m @ 6.7g/t Au from 475m** and 16JUDD405 returned 4.2m @ 1.7g/t Au from 297.8m with sheared basalt. Visible gold in quartz veining within syenite was evident in the 16JUDD404 intersection (see ASX announcement 10 October 2016).

Callisto

Dacian Gold completed lake diamond drilling at the 100% owned Callisto Prospect, 7km south of the Company's 1.4Moz Jupiter Prospect and 7km west of the eight million ounce Wallaby gold mine during the quarter. Three lake diamond drill holes were drilled using specialist lake drilling equipment at Callisto for 2,285m (see ASX announcement 10 October 2016).

The Callisto Prospect is a large pipe-like and unexplained strong magnetic anomaly measuring 1200m long by 800m. It has a classic "donut" style magnetic anomaly analogous to the Wallaby gold mine, 7km to the east.

Whilst minor intervals of the magnetic rocks that were similar in magnetic intensity to that targeted were intersected by the Dacian Gold drilling, the large body of magnetic rocks that were considered to account for the magnetic anomaly were not intersected. The Company interprets the large magnetic body to lie at a depth in excess of 700m below surface, beneath that tested by the three diamond drill holes completed.

Drill hole 16CADD001 did, however, intersect a significant zone of sericite-silica-albite alteration over 106m width (true width unknown) at a depth of around 220m below surface. Abundant extensional quartz veins and minor pyrite / pyrrhotite developed was seen in the drill core. Minor, sub one-gram gold intersections, was observed in places throughout the broad alteration zone.

The combination of a major gold-bearing structure and alteration zone with the presence of the targeted magnetic rocks (albeit at narrower-than-targeted intervals), confirms the veracity of the Callisto target. The Company will assess of all of geological and geophysical data collected from the three diamond drill holes, with a view of recommencing exploration at Callisto in 2017.

PLANNED ACTIVITIES FOR THE DECEMBER QUARTER

Feasibility Study and Project Development

Feasibility Study work streams are well advanced with the Company aiming for the release of the following work in the December 2016 quarter.

- MMGP definitive Feasibility Study
- Publication of Ore Reserve estimates for the Jupiter, Westralia and Transvaal Deposits
- Operating and capital cost estimates

The following work streams are in progress:

- Project regulatory approvals
- Recruitment of near-term key roles for project execution
- Project finance planning and implementation is underway
- Contract tendering and procurement ahead of a formal development decision

Exploration

Dacian Gold is committed to maintaining an active and ongoing exploration drilling program at Mt Morgans. Company management strongly believe there exists excellent potential to discover new, high-value Mineral Resources within the MMGP.

During the December quarter, Dacian Gold will continue exploration at the following prospects:

- Complete the remaining 229 aircore holes at Jupiter Regional along the magnetic corridors.
- Undertake new widespread 100m x 100m RAB/aircore drilling at the northern end of the gold-in-regolith anomaly at Cameron Well.
- Completion of in-fill drill programs designed to upgrade Inferred Mineral Resources to Indicated Mineral Resources at Allanson proximal to existing decline infrastructure.

CORPORATE

As at 30 September 2016, the Company had cash reserves of \$5.0 million.

Shares on issue at the end of the June quarter were 135.7 million, an increase of 2.1 million from the previous quarter due to conversion of options and the issue of 1,780,416 ordinary fully paid shares to Macquarie Bank Limited (MBL) in respect of cancelling a royalty held over the MMGP tenure by MBL.

The total number of unlisted options by quarter-end had reduced to 13.2 million.

On 16 September 2016, Dacian Gold was admitted to the S&P/ASX300 index.

During the quarter, the Company reported a net loss of \$21.83 million for the FY2016 year, of which \$19.14 million was exploration related expenditure that was accounted for as a profit and loss expense during the year.

Dacian held it's AGM on 10 October 2016 and all resolutions contained in the Notice of Meeting dated 6th September 2016 were all passed unanimously.

The Company advises that it's registered office and principal place of business has changed to Level 2, 1 Preston St, Como WA 6152.

For and on behalf of the Board



Rohan Williams
Executive Chairman

About Dacian Gold Limited

The Mt Morgans Gold Project hosts high grade Mineral Resources of 3.3 million ounces at an average grade of 2.3 g/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, Barry Patterson and Ian Cochrane as non-executive directors.

Dacian Gold'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 Gold is fully funded to complete the MMGP Feasibility Study, complete a major 90,000m resource in-fill drill program currently underway and maintain an active exploration program aimed at identifying new, high value mineral resources with the Mt Morgans gold project.

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

Rohan Williams Executive Chairman Dacian Gold Limited +61 8 6323 9000	Paul Armstrong Investor Relations Read Corporate Pty Ltd +61 8 9388 1474
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APPENDIX I

Mount Morgans Gold Project Mineral Resources as at 28 July 2016

Deposit	Cut-off Grade 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	994,000	1.7	54,000	22,889,000	1.4	1,006,000	5,739,000	1.1	197,000	29,623,000	1.3	1,257,000
Jupiter UG	1.5	-	-	-	-	-	-	530,000	2.0	34,000	530,000	2.0	34,000
Jupiter LG Stockpile	0.5	3,494,000	0.5	58,000	-	-	-	-	-	-	3,494,000	0.5	58,000
Westralia	2.0	409,000	5.0	65,000	4,769,000	5.5	840,000	3,449,000	6.5	715,000	8,626,000	5.8	1,621,000
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		5,263,000	1.5	246,000	28,287,000	2.1	1,954,000	11,138,000	3.1	1,115,000	44,688,000	2.3	3,315,000

* JORC 2004

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 Deposit Mineral Resource (see ASX announcement 28th July 2016), Jupiter Deposit Mineral Resource (see ASX Announcement 19 July 2016), 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 Westralia Deposit – see ASX announcement 28 July 2016, Jupiter Deposit – see ASX announcement 19 July 2016; Transvaal and Jupiter LG stockpile Mineral Resources – see ASX announcement 16 September, 2015 and Ramornie Mineral Resource, see ASX announcement 24 February, 2015) was prepared and disclosed under the JORC Code 2004. It has 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.



APPENDIX II – TENEMENT SCHEDULE (with respect to tenement changes in the quarter, refer to Appendix 5B, sections 6.1 and 6.2).

Tenement Type	Tenement	Status	Location	Ownership
P	38/4093	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	38/4094	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	38/4095	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	38/2951	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1310	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1713	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1714	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1715	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1787	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1950	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1951	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1952	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1967	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0001	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0002	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0003	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0004	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0005	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0006	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0010	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0057	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0244	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0245	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0246	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0395	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0396	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0548	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0595	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0848	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0018	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0036	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0208	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0228	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0236	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0240	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0248	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0250	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0261	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0264	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0272	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
M	39/0273	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0282	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0287	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0291	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0295	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0304	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0305	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0306	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0333	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0380	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0390	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0391	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0392	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0393	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0394	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0395	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0403	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0441	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0442	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0443	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0444	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0497	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0501	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0502	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0503	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0504	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0513	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0745	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0746	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0747	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0799	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0937	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0938	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0993	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1107	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4800	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4801	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4807	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4808	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4810	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4811	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4812	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4813	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
P	39/4814	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4815	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5358	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5359	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5360	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5361	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5362	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5363	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5364	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5365	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5366	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5367	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5368	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5369	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5370	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5371	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5372	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5374	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5375	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5377	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5378	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5379	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5380	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5381	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5382	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5383	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5384	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5385	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5386	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5387	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5388	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5389	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5390	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5391	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5392	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5393	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5394	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5425	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5426	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5427	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5461	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5469	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5475	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
P	39/5476	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5477	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5478	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5479	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5490	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5491	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5492	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5493	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5494	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5498	Application	Mt Morgans WA	Dacian Gold Ltd (100%)

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Dacian Gold Limited

ABN

61 154 262 978

Quarter ended ("current quarter")

30 September 2016

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(5,014)	(5,014)
(b) development	-	-
(c) production	-	-
(d) staff costs	(370)	(370)
(e) administration and corporate costs	(311)	(311)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	20	20
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	835	835
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(4,840)	(4,840)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(225)	(225)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	(53)	(53)
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	(278)	(278)

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares	-	-
3.2 Proceeds from issue of convertible notes	-	-
3.3 Proceeds from exercise of share options	498	498
3.4 Transaction costs related to issues of shares, convertible notes or options	-	-
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	(35)	(35)
3.10 Net cash from / (used in) financing activities	463	463

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	9,648	9,648
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(4,840)	(4,840)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(278)	(278)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	463	463
4.5 Effect of movement in exchange rates on cash held	-	-
4.6 Cash and cash equivalents at end of period	4,994	4,994

Mining exploration entity and oil and gas exploration entity quarterly report

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,994	6,138
5.2	Call deposits	3,000	3,510
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,994	9,648

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Current quarter \$A'000
159
-

Remuneration of directors

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Current quarter \$A'000
-
-

n/a

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8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

N/a

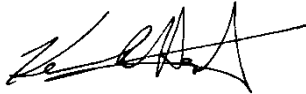
9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,320
9.2 Development	-
9.3 Production	-
9.4 Staff costs	322
9.5 Administration and corporate costs	287
9.6 Other (provide details if material)	78
9.7 Total estimated cash outflows	2,006

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	Nil			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	L39/0244	Granted	Nil	100%
	L39/0245	Granted	Nil	100%
	L39/0246	Granted	Nil	100%
	M39/1107	Application	Nil	Nil

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:



Company secretary

Date: 25 October 2016

Print name:

Kevin Hart

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.