

ASX ANNOUNCEMENT

11 December 2013

OPERATING STRUCTURE AND COSTS REVIEW

Dragon Mining Limited has conducted a detailed review of its global operating costs and operating structures with a view to further lowering costs and improving operating margins.

The review is a continuation of previously announced actions. These actions which commenced earlier in the year are in response to the lower gold prices and the previously announced completion of mining at the Svartliden Gold Mine. Regrettably, a number of redundancies across the global operations are expected.

Through 2014 the Company continues to expect strong production from the Vammala Production Centre, and from the processing of remaining stockpiles at the Svartliden Production Centre.

The Company will provide additional information on future initiatives in due course.

For and on behalf of
Dragon Mining Limited

Kjell Larsson
Managing Director