



ASX ANNOUNCEMENT

30 MARCH 2011

SIGNIFICANT INTERCEPT FROM THE KUUSAMO GOLD PROJECT, FINLAND

Dragon Mining is pleased to announce the receipt of a preliminary gold result of **34.90m @ 9.30 g/t gold** from the top half of drill hole KS/JS-113 (total length 400.80m) from the Juomasuo deposit at the Kuusamo Gold Project in north eastern Finland.

The intercept confirms the existence and increases the width of one of the sub-parallel ore lodes located in the southern portion of the deposit.

Full results, including analysis for base metals, rare earth elements and uranium, are pending and will be released following the completion of the assays.

For and on behalf of
Dragon Mining Limited

Peter G Cordin
Executive Chairman

The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Neale Edwards BSc (Hons), a Member of the Australian Institute of Geoscientists and Mr Urpo Kuronen MSc (Geology), a Member of the Australian Institute of Mining and Metallurgy, who are full time employees of the company and have sufficient experience which is relevant to the style of mineralization 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 of Reporting for Exploration Results, Mineral Resources and Ore Reserves. Mr Neale Edwards and Mr Urpo Kuronen consent to the inclusion in the announcement of the matters based on their information in the form and context in which it appears.

Table 1 – Significant preliminary gold results from the top half of drill hole KS/JS-113, Juomasuo deposit, Kuusamo Gold Project. Reported at a 1 g/t gold cut-off.

Hole ID	Northing	Easting	Dip (°)	Azimuth (°)	From (m)	Interval (m)	Au (g/t)
KS/JS-113	7355249	4464123	-60.3	36	130.2	34.9	9.30

Preparation of half core samples was completed at the ALS Chemex facility in Outokumpu, Finland, and analysis completed at ALS Chemex Laboratories in Rosia Montana, Romania, using procedures Au-AA25. Gold values exceeding 3 g/t were re-assayed by AU-GRA22.