

ASX ANNOUNCEMENT

15 NOVEMBER 2011

ANOTHER SIGNIFICANT INTERCEPT HIGHLIGHTS GROWTH POTENTIAL AT KUUSAMO NORTH

Dragon Mining advises the receipt of preliminary assay results from the Kuusamo Gold Project in northern Finland that has yielded another bonanza intercept of **17.60m @ 34.01 g/t gold** in drill hole KS/JS-163 (Table 1).

KS/JS-163 is a part of a 9 hole campaign (3,474.7m), which is targeting continuations of the southern lodes of the Juomasuo deposit. The intercept occurs outside the recently updated resource model, extending one of the main lodes both along strike and with depth.

The final assay results for the drill hole are pending and will be released upon completion.

Table 1 – Preliminary gold results for KS/JS-163.

Hole ID	Northing	Easting	Dip	Azimuth	Length (m)	From (m)	Interval (m)	Au	Co	Cu	U	TREO
			(°)	(°)				(g/t)	(ppm)	(ppm)	(ppm)	(ppm)
KS/JS-163	7355256.22	4464054.06	-60	33.583	467.00	178.15	2.05	2.52	-	-	-	-
						186.00	17.60	34.01				
						<i>Includes 1.10 metres @ 497.00 g/t gold from 196.10 metres</i>						
						210.30	3.55	7.87	-	-	-	-

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, and Vancouver, Canada, using procedures Au-AA25. Gold values exceeding 3 g/t were re-assayed by AU-GRA22 method. Intercepts reported at a 1 g/t gold cut-off. Multi-element results pending.

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 Matti Talikka 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 Matti Talikka consent to the inclusion in the announcement of the matters based on their information in the form and context in which it appears.

Figure 1 - Juomasuo drill hole plan, highlighting results from KS/JS-163.

