

ASX ANNOUNCEMENT

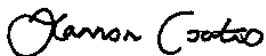
18 APRIL 2018

**Appeal against Fäboliden Test Mining Permit rejected
by Swedish Land and Environment Court**

On 1 December 2017, Dragon Mining Limited (ASX:DRA) (**Company**) announced that the County Administration Board in Vasterbotten, Sweden (**CAB**) had granted an environmental permit for test mining operations at its Fäboliden Project (**Permit**), subject to a number of conditions. On 29 December 2017, an appeal against the Permit (**Appeal**) was received from Naturskyddsföreningen, a local nature conservation NGO in Lycksele. Both the Company and the CAB lodged responses to the appeal with the Swedish Land and Environment Court (**Court**), disputing the legal and technical basis for the appeal.

The Court yesterday found in favour of the Company and rejected the Appeal.

The Company notes that the judgment can be appealed to the Land and Environmental Court of Appeal no later than 8 May 2018. The Company is assessing the implications of these developments on its proposed listing on the Stock Exchange of Hong Kong and will update the market in due course.



Shannon Coates
Company Secretary
For and on behalf of
Dragon Mining Limited