

ASX ANNOUNCEMENT

17 October 2018

Voluntary Sale Facility

Dragon Mining Limited (ASX code: DRA) (**Company**) notes that, as announced today, its shares have been suspended from quotation to facilitate its delisting from the official list of ASX Limited. The current target delisting date continues to be Friday, 19 October 2018.

As previously announced, assuming the Company successfully achieves its listing on the Stock Exchange of Hong Kong Limited (**HKEx**), it will establish a Voluntary Sale Facility (**VSF**). During the 3 month period after the HKEx listing occurs, the VSF will assist shareholders to sell shares in the Company on HKEx.

Being a voluntary facility, there is no obligation on shareholders to participate. Shareholders can, of course, continue to hold shares in the Company when it is listed on HKEx. Alternatively, shareholders are free to deal in the Company's shares on HKEx by making their own broking arrangements.

The material features of the VSF are:

- The Australian VSF broker is Morgans Financial Limited, holder of AFSL Number 235410 (**VSF Broker**).
- Shareholders will be sent a form (**VSF Authorisation Form**) they can use if they wish to instruct the VSF Broker to arrange for the sale of any of their shares on HKEx (each a **VSF Sale Share**).
- The VSF Broker will act on shareholders' sale instructions by instructing Sun Hung Kai Investment Services Limited of Hong Kong to arrange for the sale of relevant VSF Sale Shares on HKEx. Sale orders will be batched into minimum lots of 5,000 VSF Sale Shares.
- At any time during the 3 month period after the HKEx listing date, the Company will pay all fees and charges of the VSF Broker and any transaction costs arising from the sale of any VSF Sale Shares.
- Following expiry of the 3 month period, shareholders may, if they wish, make their own arrangements with the VSF Broker (or, as mentioned above, at any time with any other broker) and will be required to pay the normal brokerage and transaction fees associated with any transactions. Such charges include brokerage fees, an SFC Transaction Levy, an HKEx Trading Fee and stamp duty.
- The VSF Authorisation Form will provide further information about administrative requirements and processes for participation in the VSF.

**For and on behalf of
Dragon Mining Limited**