



9 November, 2004

Companies Announcement Office
Australian Stock Exchange
20 Bridge Street
SYDNEY NSW 2000

COMENCEMENT OF ORE MINING AT SVARTLIDEN

Dragon Mining NL is pleased to announce that mining of ore at the Svartliden Gold Mine in Sweden commenced on the 5th of November. Pre-strip of surface till material was completed previously and a drop cut established in waste rock adjacent to the ore zone.

Ore will now be stockpiled at the plant site. Commissioning of the plant will commence late this month and it anticipated that it will be ready to receive first ore feed in December.

DRAGON MINING NL
Dr JAMES SEARLE
CEO and Executive Director