



DRAGON MINING LIMITED

An Established Nordic Gold Producer with an Exciting Future

Fennoscandian Exploration and Mining Conference

3 November 2011

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Notations

The information in this presentation that relates to exploration targets are conceptual in nature, where there has been insufficient exploration to determine the full extent of the Mineral Resource and it is uncertain if further exploration will result in the expansion of the Mineral Resource.

The information on exploration targets in this presentation are based on a conceptual range of targets as follows:

Kuusamo North Gold Project (1)

Tonnage range: 4,050,000 tonnes to 5,900,000 tonnes
Grade range: 5.5 g/t gold to 6.5 g/t gold
Ounces: 750,000 ounces to 1,100,000 ounces

Comprising :

Juomasuo Deposit (2)

Tonnage range: 3,300,000 tonnes to 4,400,000 tonnes
Grade range: 5.5 g/t gold to 6.0 g/t gold
Ounces: 600,000 ounces to 800,000 ounces

Hangaslampi Deposit (3)

Tonnage range: 750,000 tonnes to 1,500,000 tonnes
Grade range: 6.0 g/t gold to 6.5 g/t gold
Ounces: 150,000 ounces to 300,000 ounces

The information in this presentation that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Neale Edwards BSc (Hons), a Fellow of the Australian Institute of Geoscientists. Any statement herein, direct or implied, as to a potential gold deposit is conceptual in nature and a reference to the targeted gold potential and not to any JORC compliant Mineral Resource. Mr Edwards is a full time employee of Dragon Mining Limited and has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2004 Edition of the Australasian Code of Reporting for Exploration Results, Mineral Resources and Ore Reserves. Mr Neale Edwards consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.

Established Nordic Gold Producer

Svartliden Gold Mine

- 35,000 ounces

Vammala Production Centre

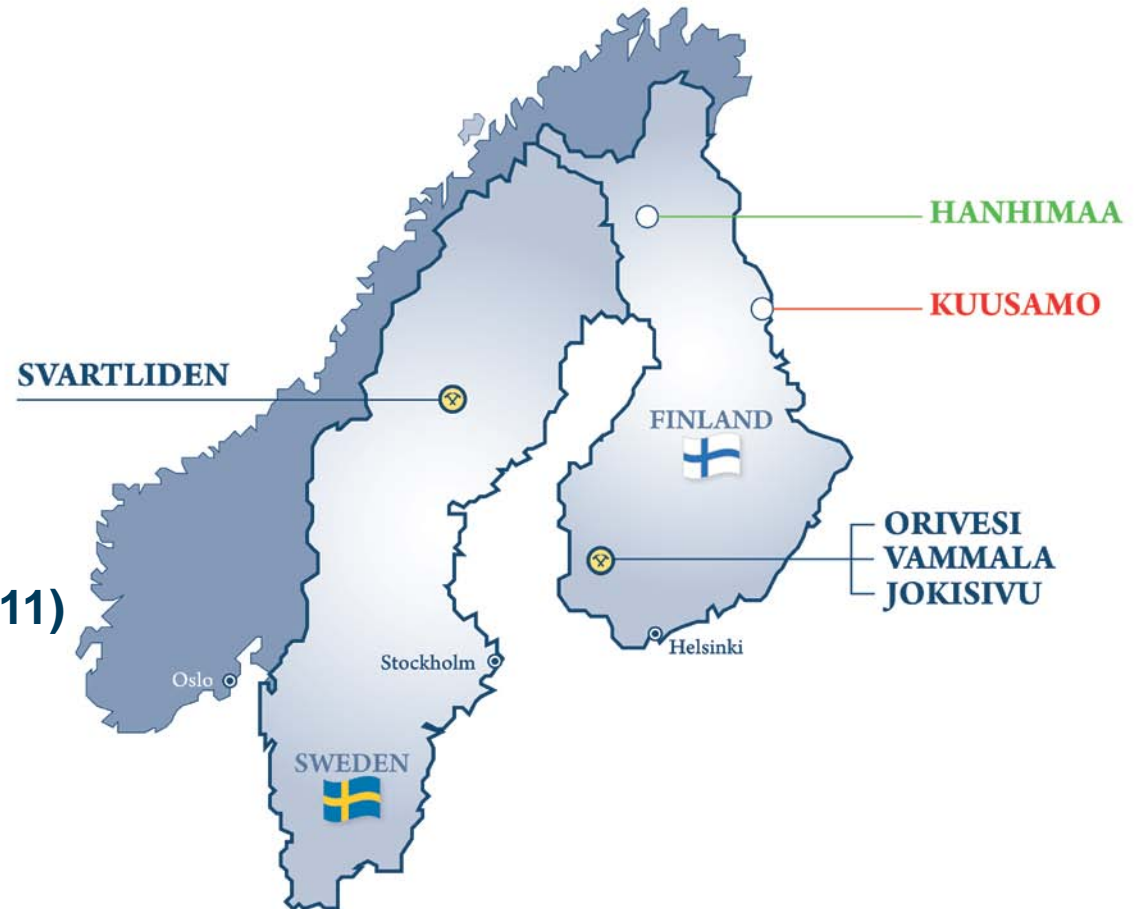
- 40,000 ounces

Game Changer

- Kuusamo Gold Project

Strong Financial Position (30 Sept 2011)

- \$28.3m of liquid assets
- 2.3m Chalice shares (CHN)



Production, Cashflow, Growth

Corporate Overview

Issued Capital

| | |
|---------------------------|--------|
| Ordinary Shares | 75.2m |
| Options (\$1.40 – \$2.10) | 2.6m |
| Market Capitalisation | \$100m |

Substantial Shareholders

| | |
|-------------------|-------|
| Eurogold | 19.9% |
| Nicolas Mathys | 15.5% |
| Phoenix Gold Fund | 5.3% |

Board of Directors

| | |
|------------------------|--------------------------|
| Peter Cordin | Executive Chairman |
| Michael Naylor | Finance Director |
| Peter Gunzburg | Non Executive Director |
| Christian Russenberger | Non Executive Director |
| Tapani Järvinen | Non Executive Director |
| Markku Mäkelä | Non Executive Director |
| Kjell Larsson | Chief Operations Officer |

Australian Securities Exchange Code: DRA

Outstanding Highlights

- ✓ Two established and profitable production centres
- ✓ 1.2 million ounces of Resources
- ✓ Outstanding game changing exploration project
- ✓ Strong cash balance to aggressively grow assets
- ✓ Moving to 150,000 ounce gold producer
- ✓ **Production, Cashflow, Growth – Exciting Future**

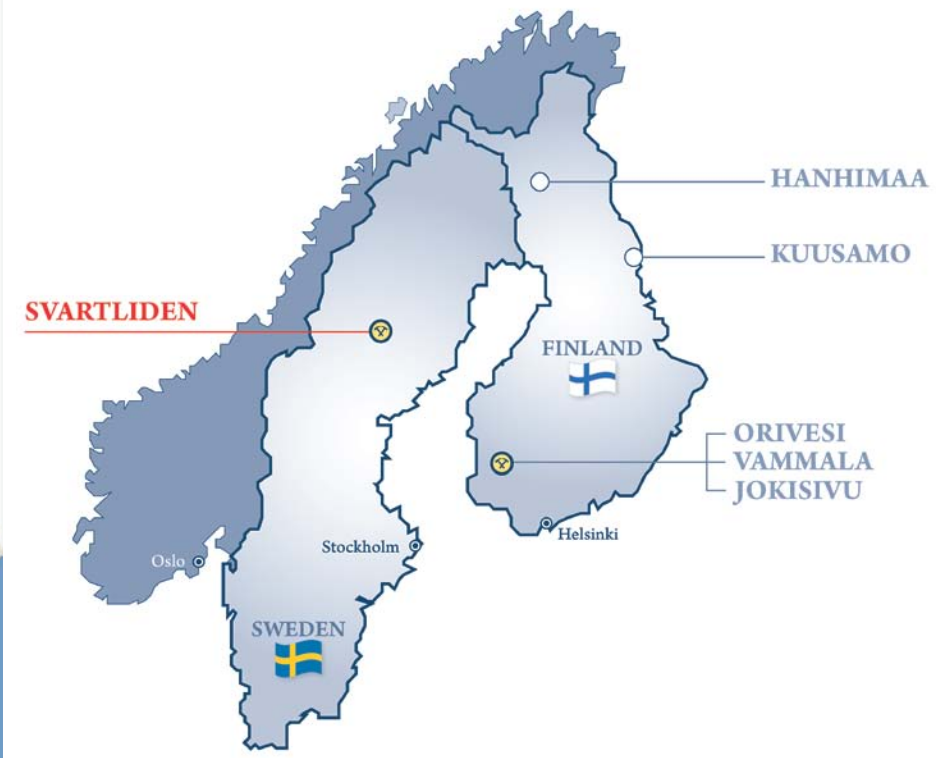
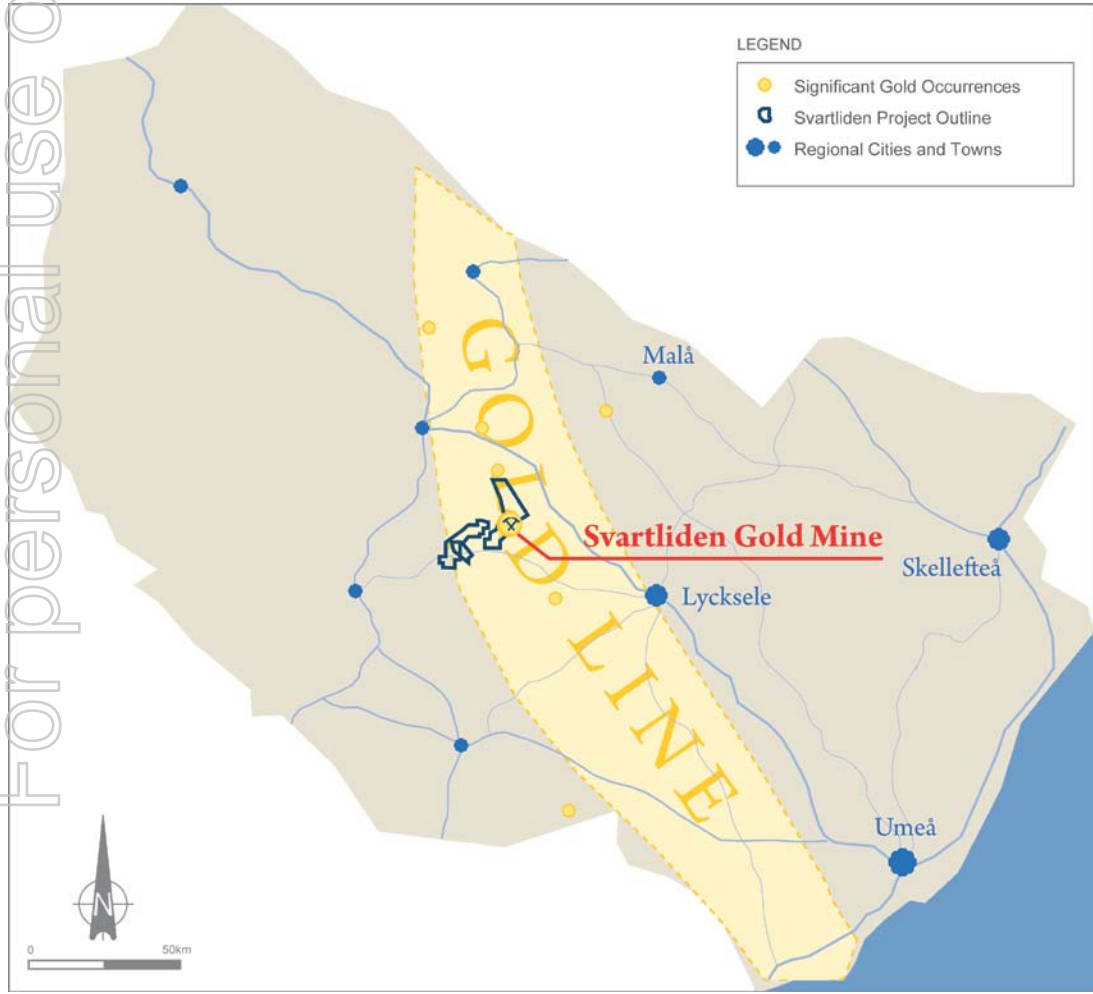


Svartliden Gold Mine

Location



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Svartliden Gold Mine

Statistics to 30 September 2011



| | YTD Sept 2011 | To Date |
|----------------------|------------------|-------------------|
| Ore Processed | 241,100 t | 2,064,965 t |
| Average Head Grade | 3.2 g/t | 4.5 g/t |
| Average Recovery | 90.3 % | 90.7 % |
| Gold Produced | 22,638 oz | 273,637 oz |

- **Produce 30,000 ounces in 2011, 35,000 ounces in 2012**
- **Average cash cost US\$850/oz**





Svartliden Gold Mine

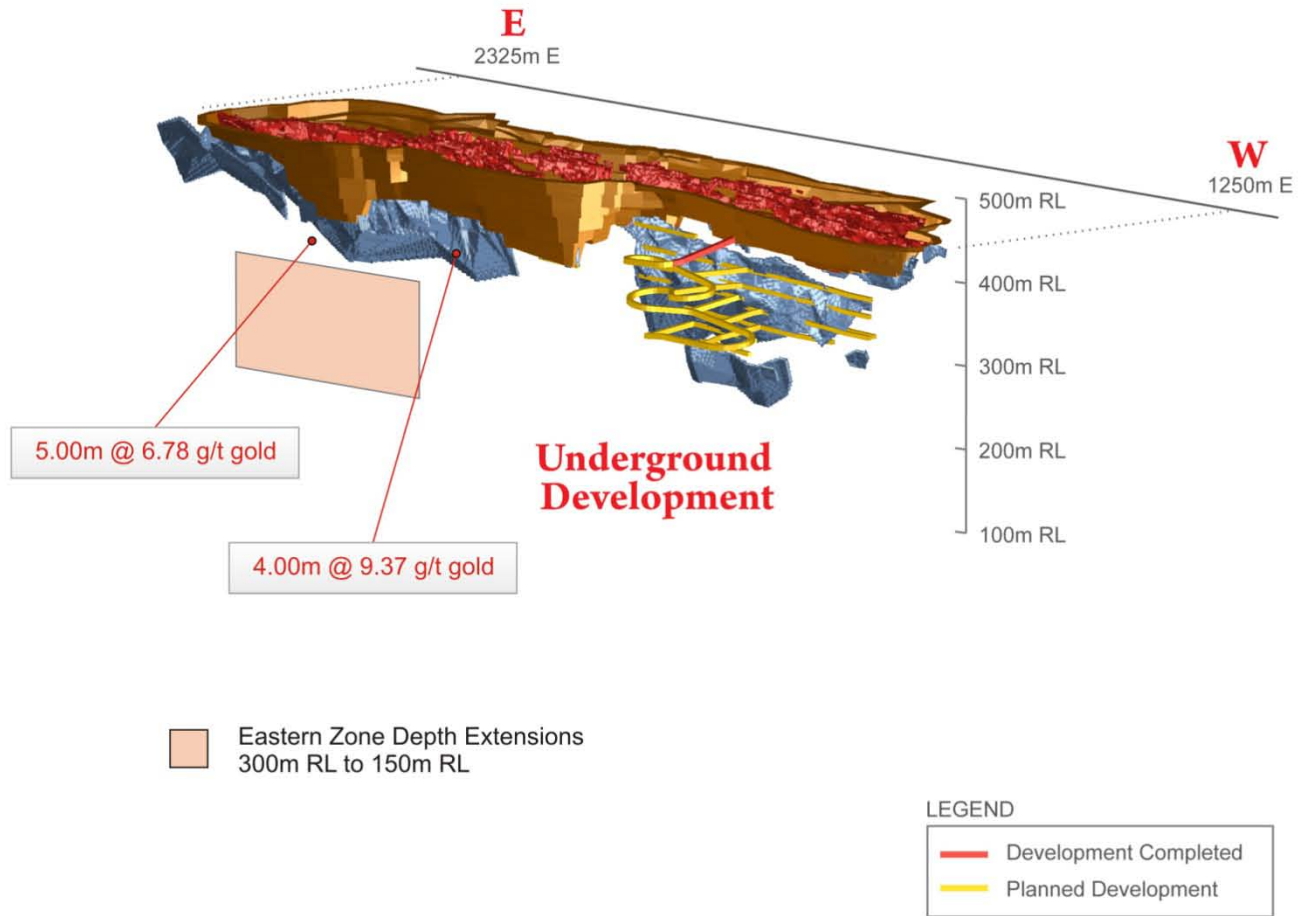
Open Pit and Underground

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SVARTLIDEN GOLD MINE
 2005 - September 2011
 2.06mt @ 4.54 g/t gold
 (273,637 ounces)

SVARTLIDEN OPEN PIT
 Resource (Inclusive of Reserves)
 Measured - 186,700t @ 3.8 g/t gold
 Indicated - 379,200t @ 3.2 g/t gold
 Inferred - 30,300t @ 2.6 g/t gold
 Total - 596,200t @ 3.4 g/t gold
 (64,800 ounces)

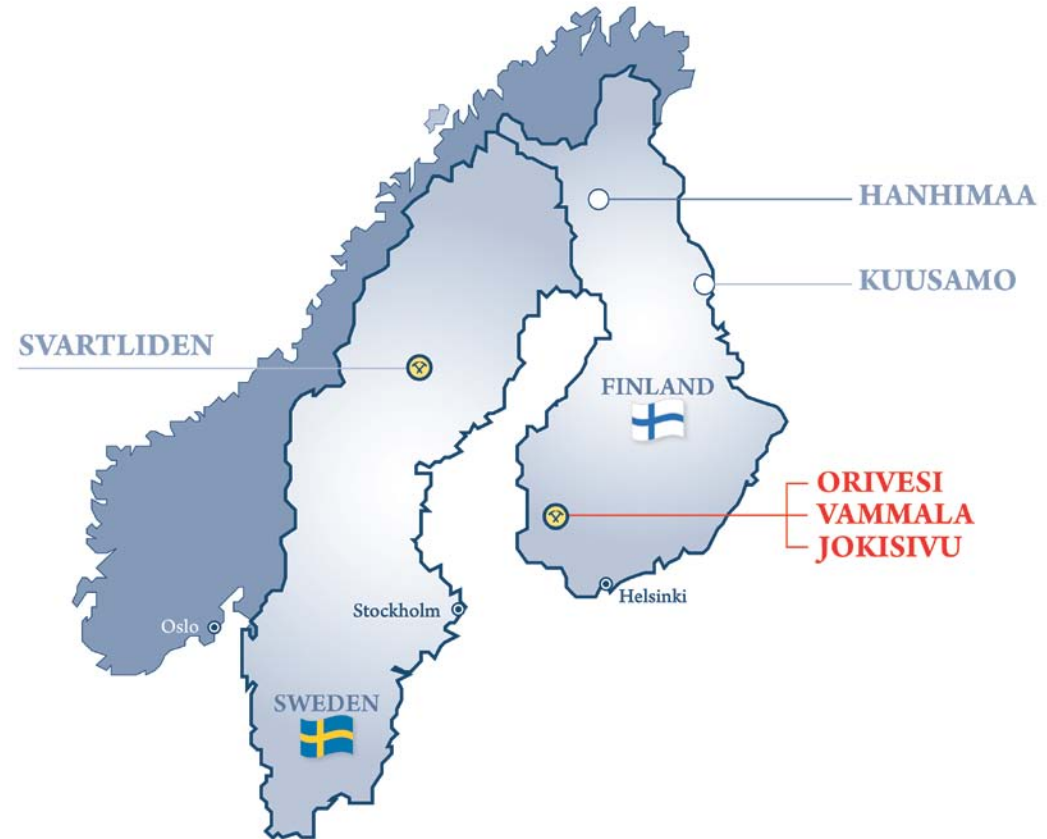
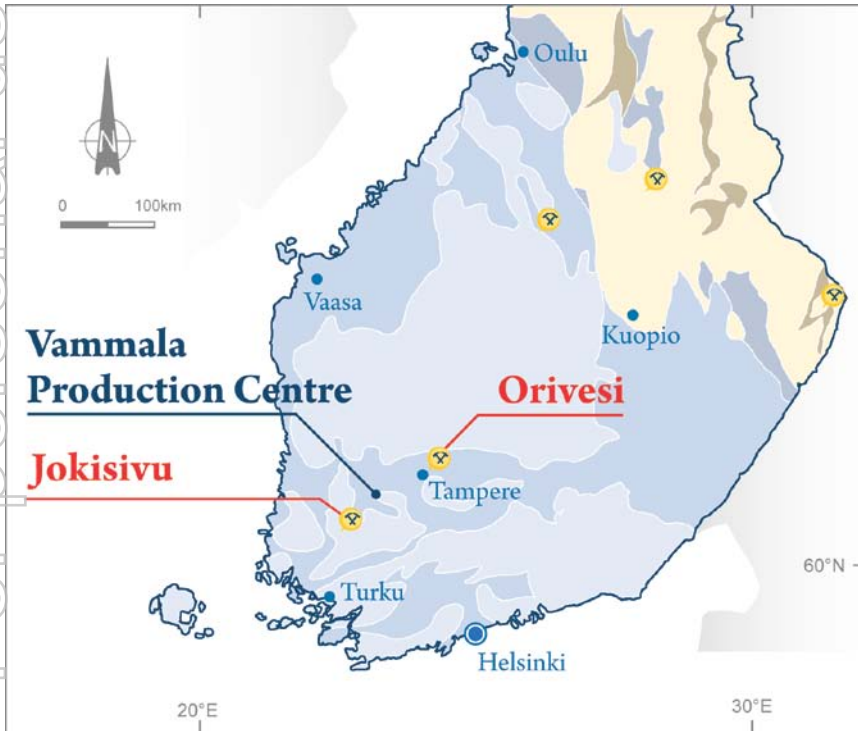
SVARTLIDEN UNDERGROUND
 Resource (Inclusive of Reserves)
 Measured - 8,000t @ 4.9 g/t gold
 Indicated - 396,500t @ 5.6 g/t gold
 Inferred - 32,400t @ 4.6 g/t gold
 Total - 436,900t @ 5.5 g/t gold
 (77,400 ounces)





Southern Finland

Location



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Vammala Production Centre

Statistics to 30 September 2011

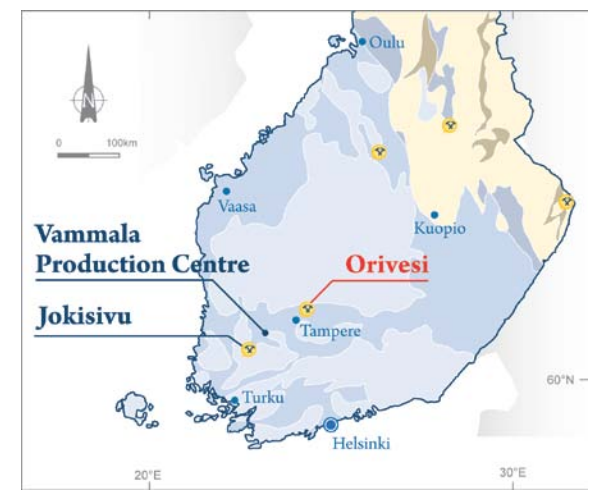
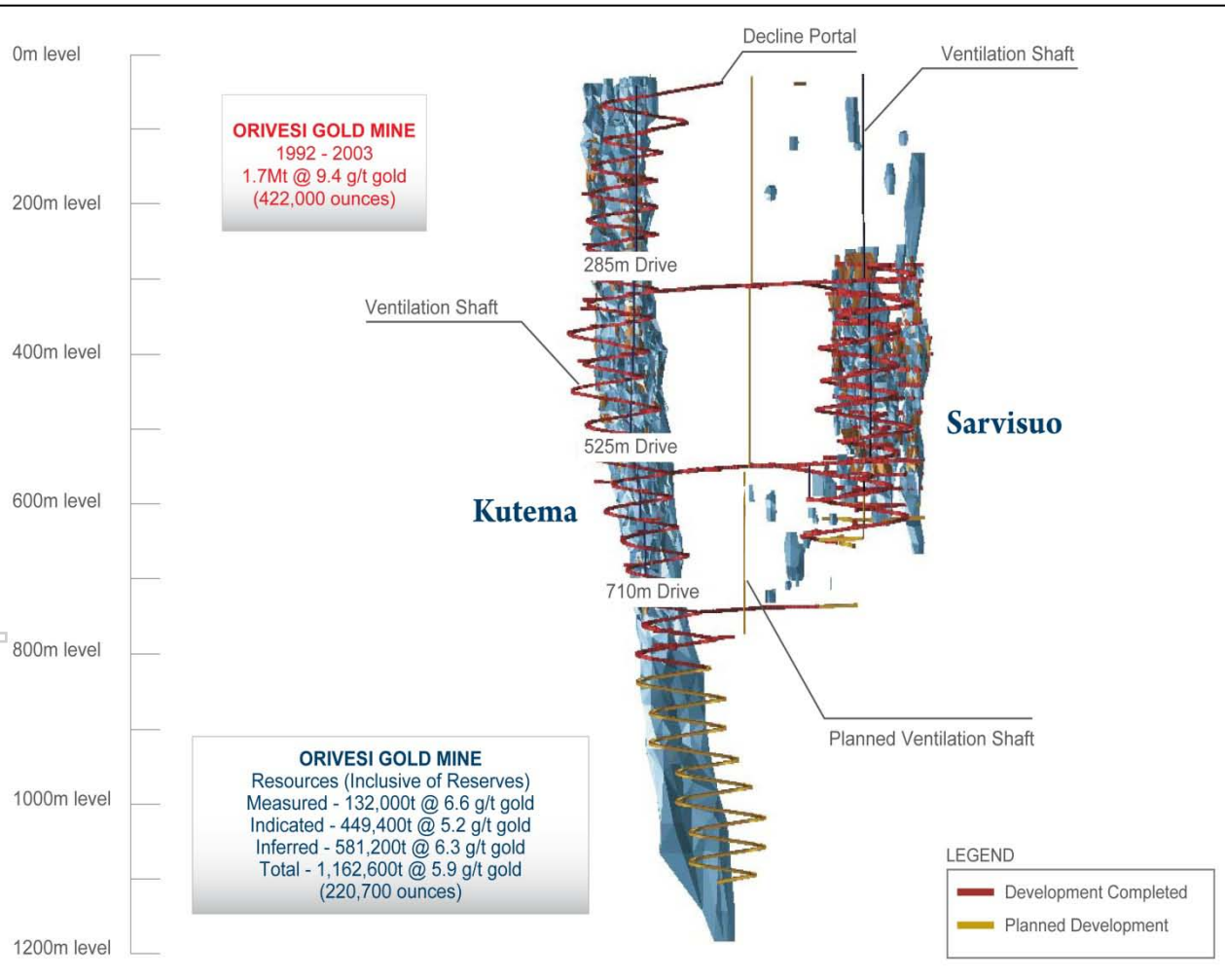
| | YTD Sept 2011 | To Date |
|----------------------|------------------|-------------------|
| Ore Processed | 159,940 t | 837,236 t |
| Average Head Grade | 4.2 g/t | 5.3 g/t |
| Average Recovery | 83.9 % | 83.5 % |
| Gold Produced | 17,760 oz | 120,082 oz |

- **Produce 25,000 ounces in 2011, 40,000 ounces in 2012**
- **Average cash cost US\$875/oz**



Orivesi Gold Mine

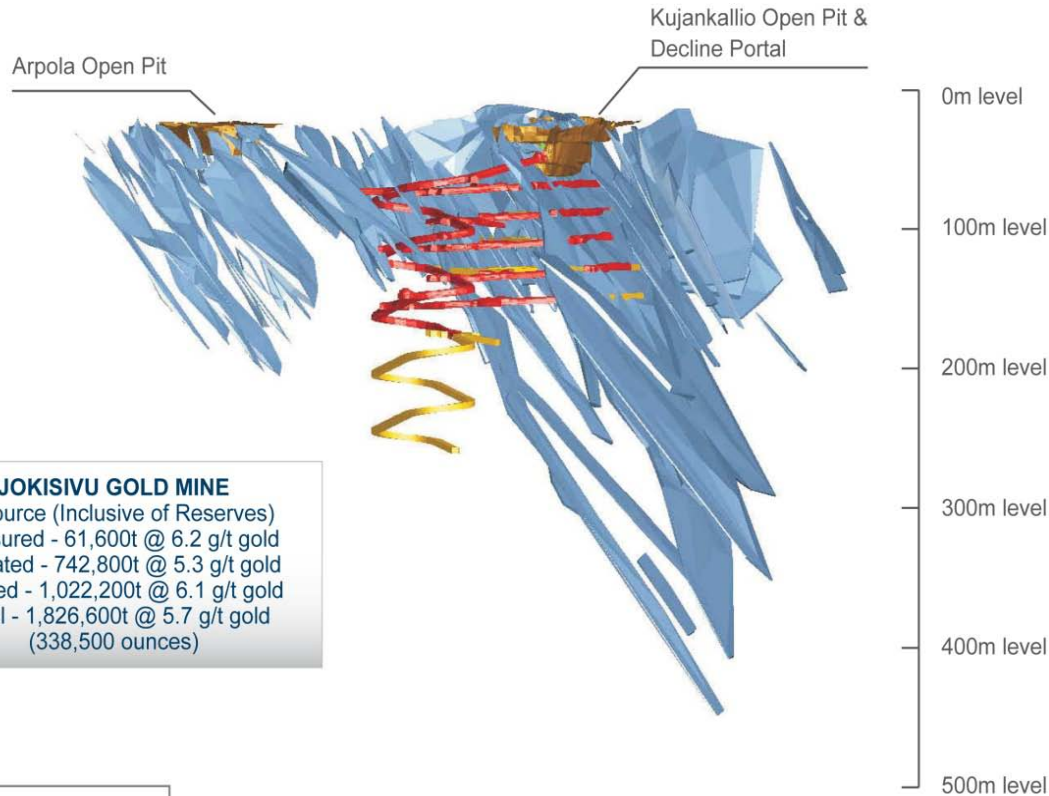
Extended Mine Life



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Jokisivu Gold Mine

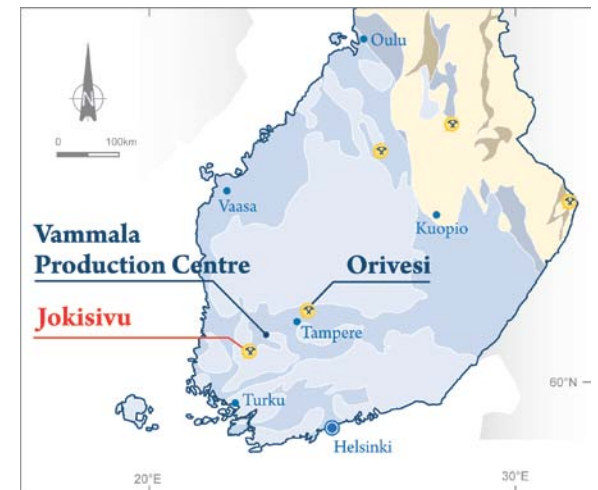
Extended Mine Life



JOKISIVU GOLD MINE
 Resource (Inclusive of Reserves)
 Measured - 61,600t @ 6.2 g/t gold
 Indicated - 742,800t @ 5.3 g/t gold
 Inferred - 1,022,200t @ 6.1 g/t gold
 Total - 1,826,600t @ 5.7 g/t gold
 (338,500 ounces)

LEGEND

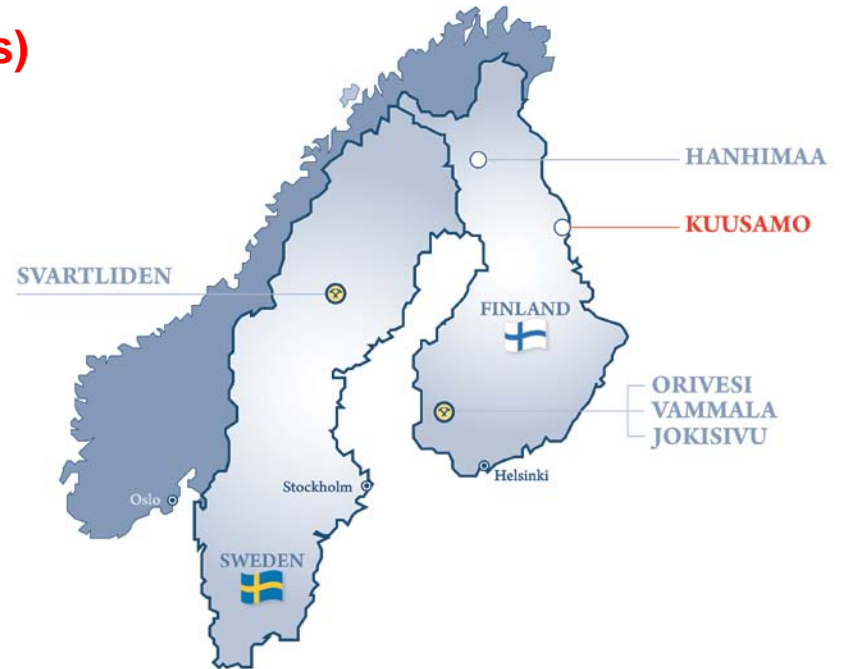
- Development Completed
- Planned Development



Kuusamo Gold Project

Game Changer

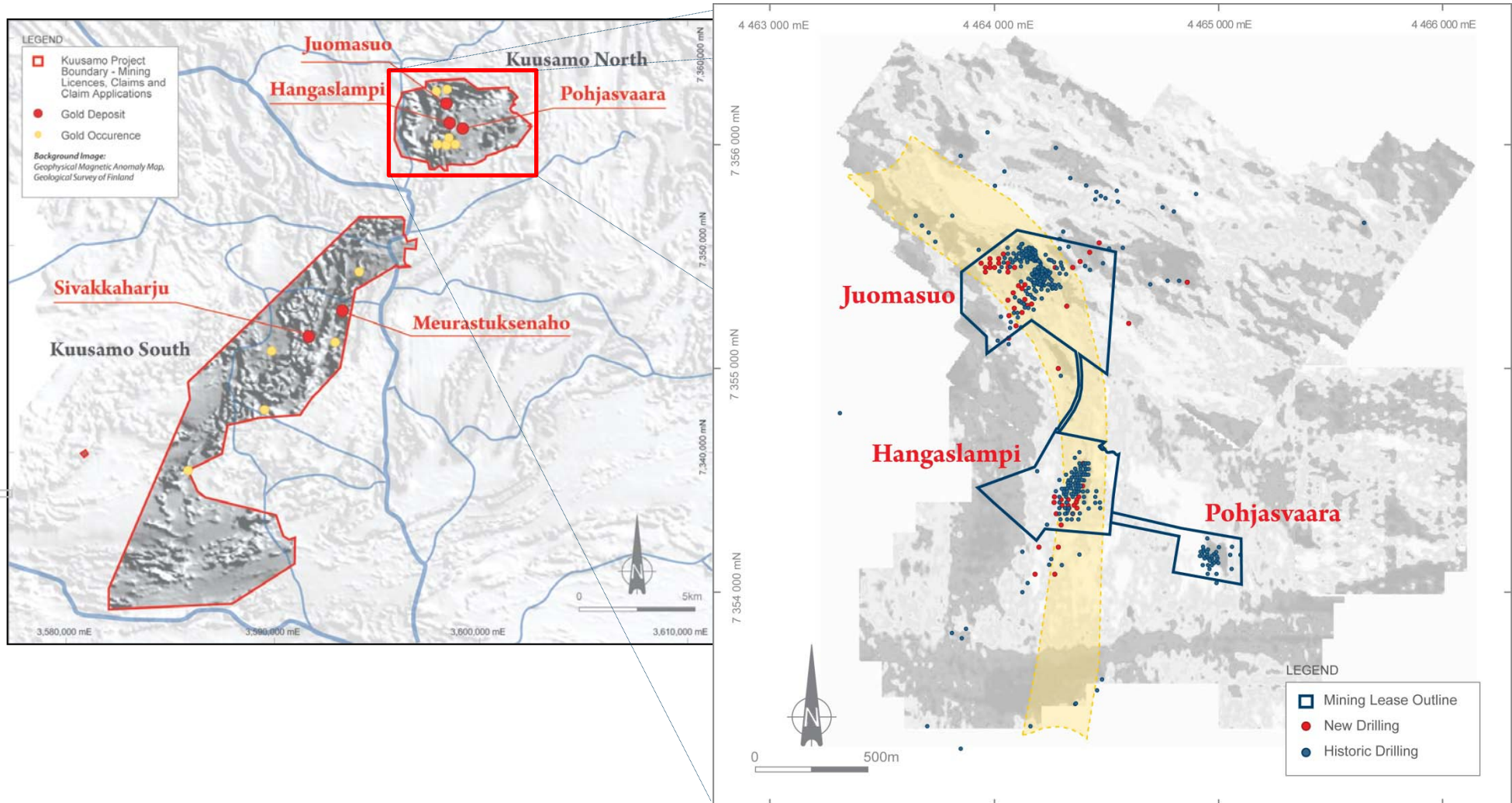
- High grade open pit resource
- **3,396,000 tonnes @ 4.2 g/t gold (460,700 ounces)**
- Potential for million ounce gold camp*.
- Aggressive exploration strategy focussed on Kuusamo North.
- 3 rigs active with plans to drill up to 100,000 metres to confirm depth and strike extensions.
- **Latest outstanding drill intercept:**
 - **17.75m @ 16.59 g/t gold**



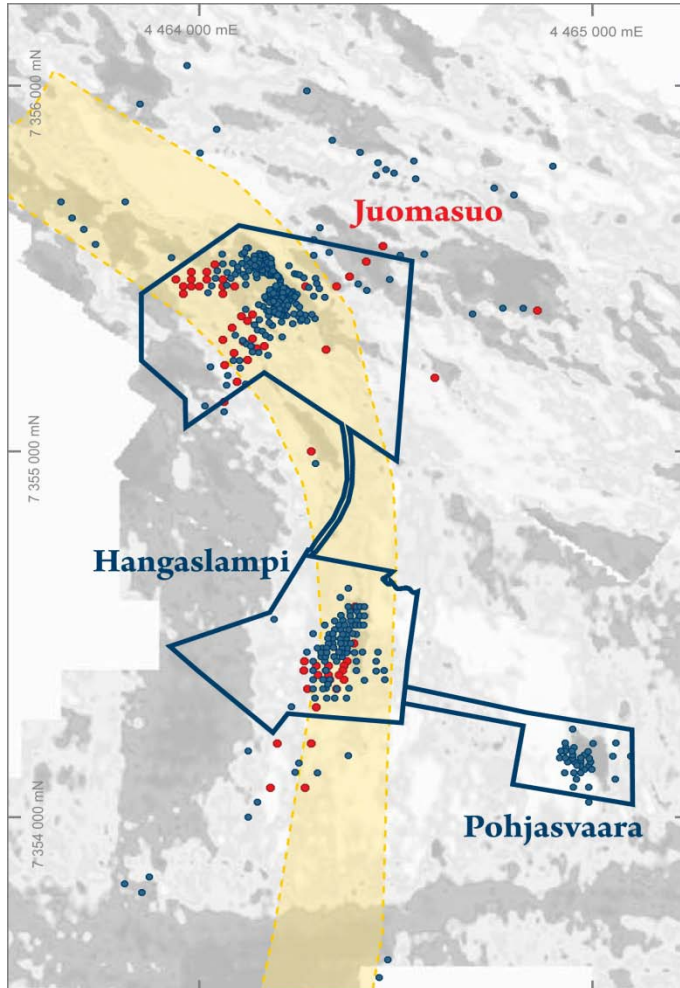
Kuusamo North

Emerging Gold Camp

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Kuusamo North Juomasuo Deposit



- **1,955,000 tonnes @ 4.9 g/t gold (305,600 ounces)**
- Multiple, sub-parallel, steeply dipping lodes.
- 298 historic drill holes for 17,191m.
- **Bonanza historic intercepts:**
 - **57.30m @ 62.56 g/t gold**
 - **3.70m @ 426.98 g/t gold**
 - **21.30m @ 58.79 g/t gold**
 - **5.30m @ 206.85 g/t gold**
 - **8.00m @ 48.85 g/t gold**

Kuusamo North

Juomasuo Deposit

➤ 61 drill holes for 15,302m completed.

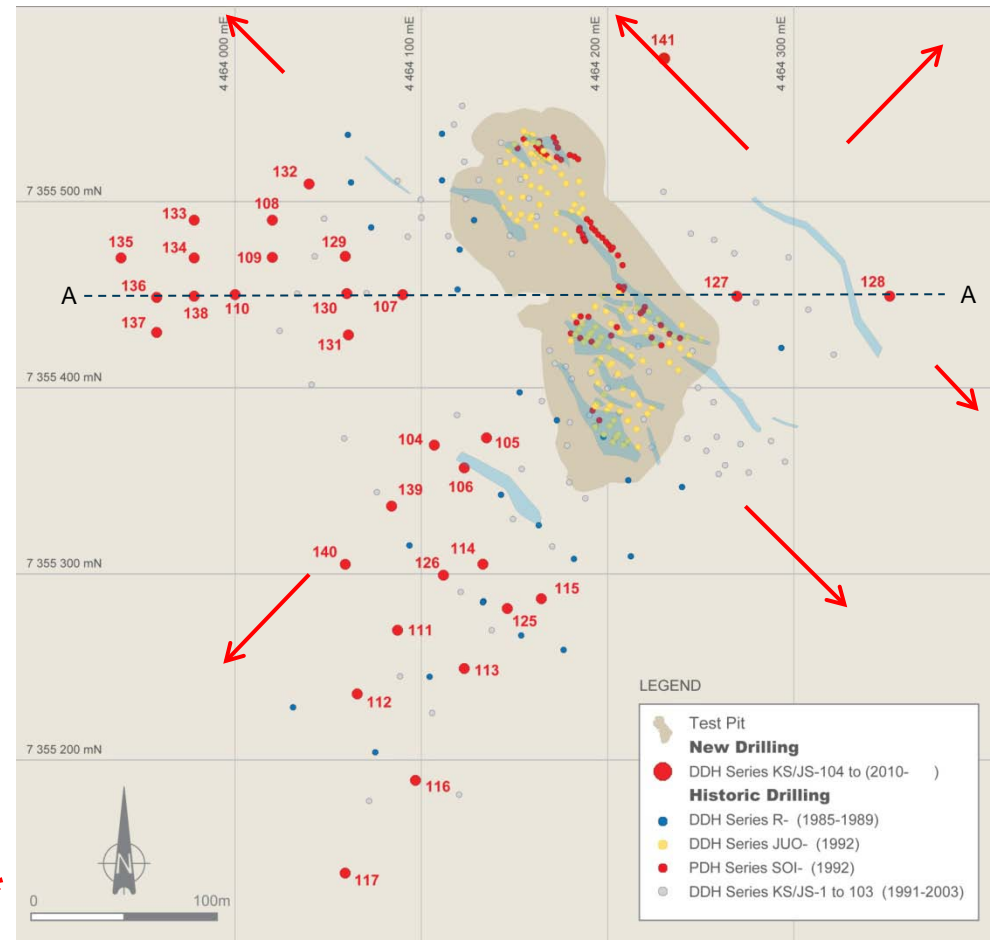
➤ **New highlight intercepts:**

- **31.90m @ 45.67 g/t gold**
- **34.90m @ 9.30 g/t gold**
- **25.60m @ 9.66 g/t gold**
- **17.75m @ 16.59 g/t gold**
- **14.55m @ 4.81 g/t gold**
- **11.85m @ 5.30 g/t gold**
- **7.30m @ 8.18 g/t gold**
- **5.30m @ 12.97 g/t gold**

➤ Open along strike and with depth.

➤ Potential for additional lateral lodes.

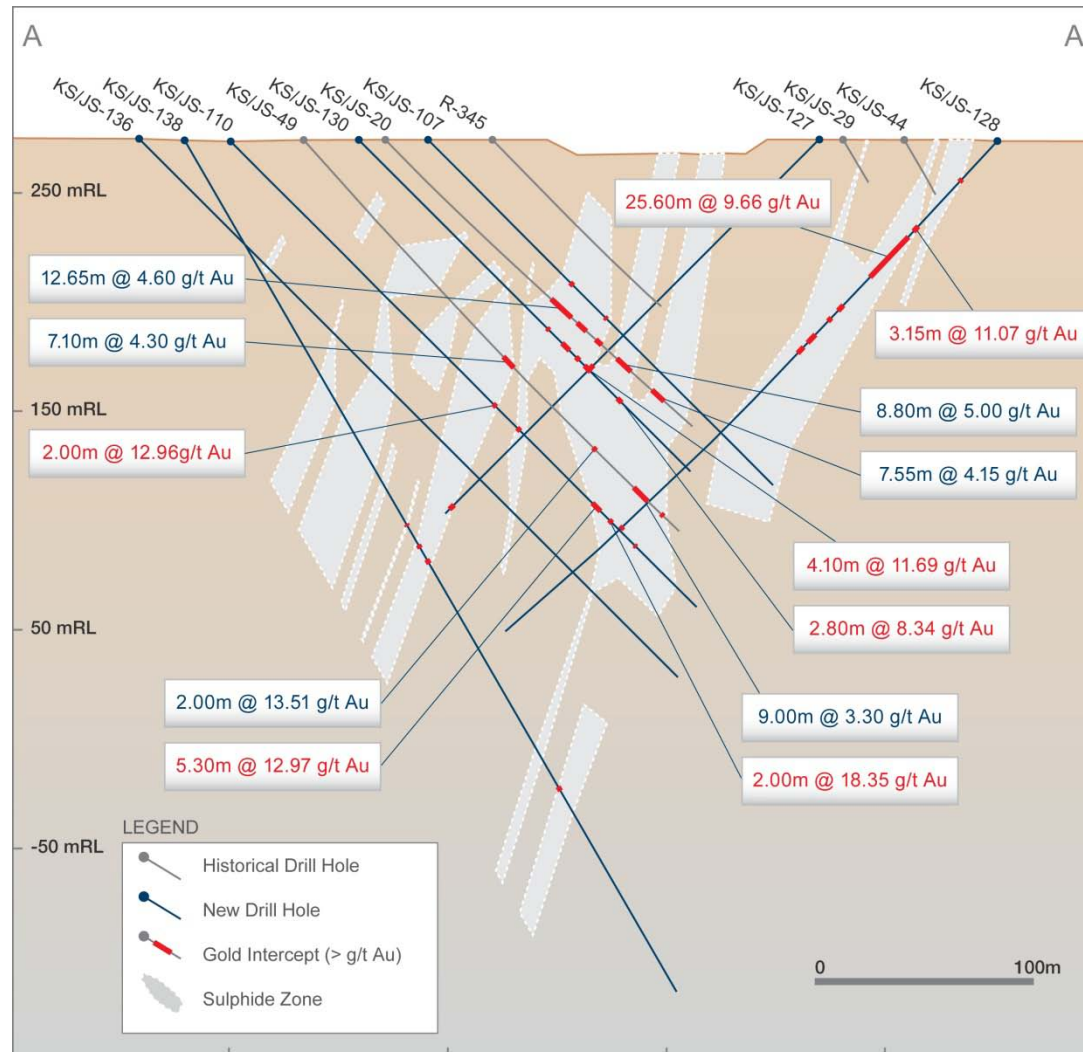
Target – 600,000 to 800,000 ounces*



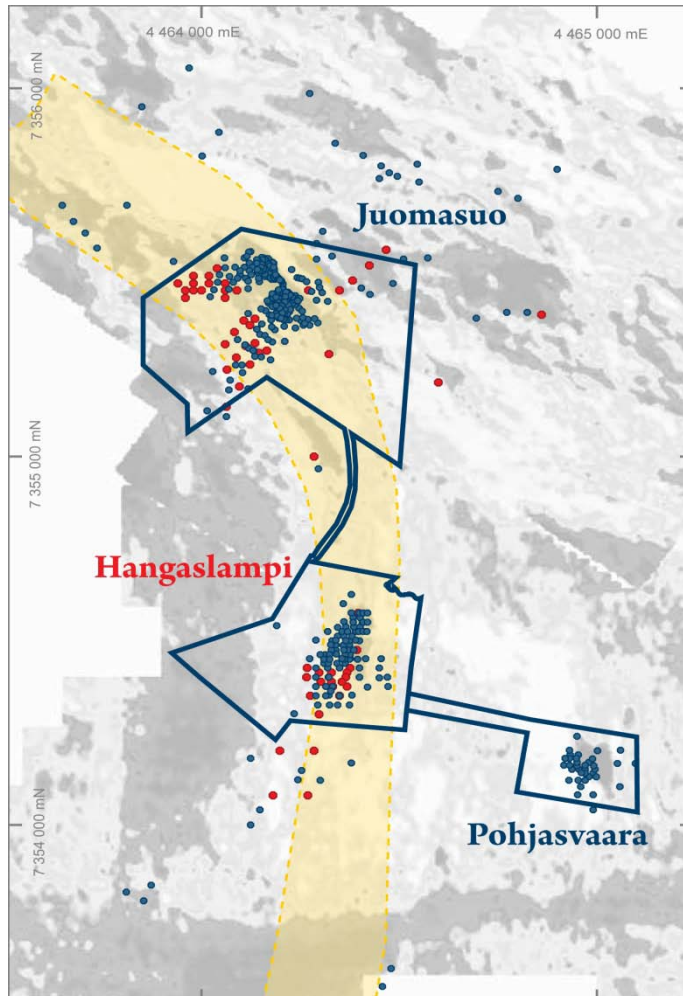
Kuusamo North

Juomasuo Deposit

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Kuusamo North Hangaslampi Deposit



➤ **369,000 tonnes @ 5.1 g/t gold (60,500 ounces).**

➤ Set of moderately dipping lodes striking N-S.

➤ 60 historical drill holes for 8,346m.

➤ **Exceptional historical intercepts:**

- **23.50m @ 13.25 g/t gold**
- **26.95m @ 5.78 g/t gold**
- **19.20m @ 7.00 g/t gold**
- **21.05m @ 13.70 g/t gold**
- **13.00m @ 20.41 g/t gold**

Kuusamo North Hangaslampi Deposit

➤ 30 holes for 3,450m completed.

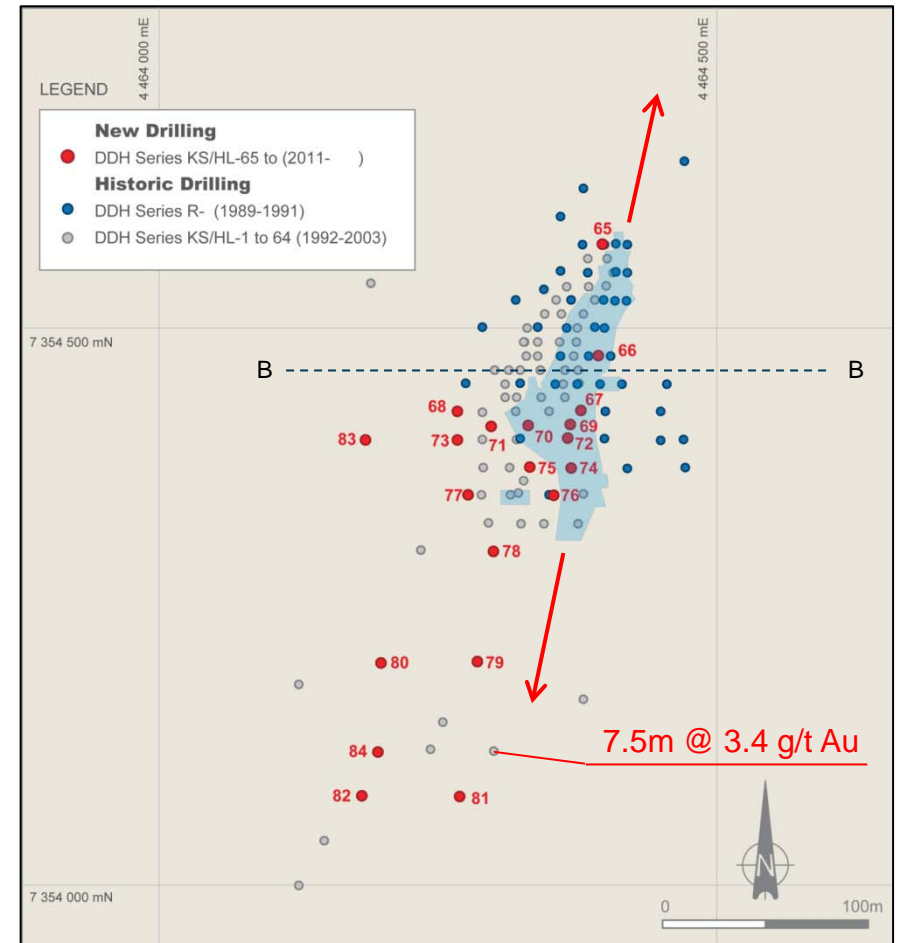
➤ **New highlight intercepts:**

- **9.00m @ 30.17 g/t gold**
- **12.45m @ 7.15 g/t gold**
- **6.00m @ 7.51 g/t gold**

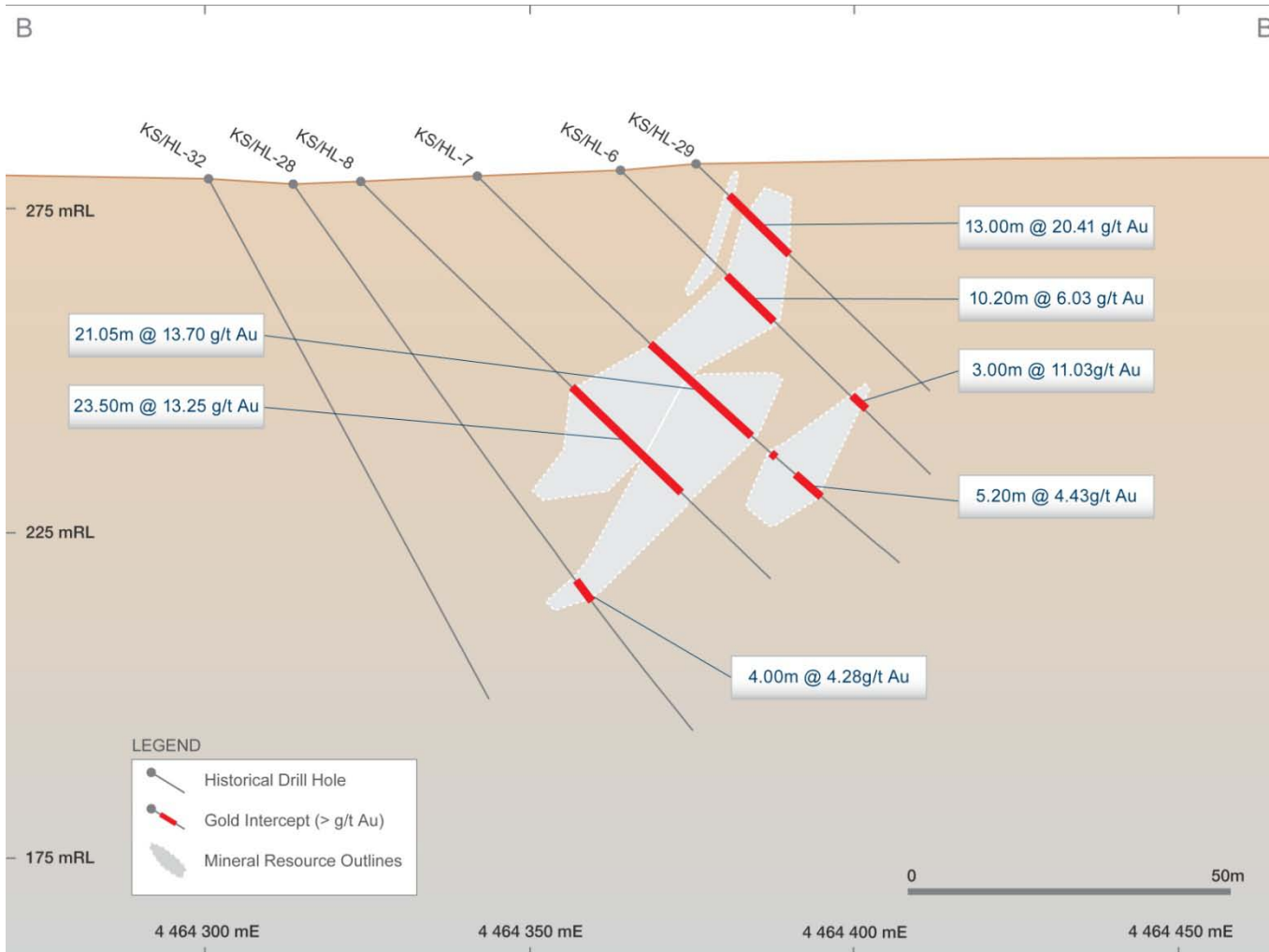
➤ Open along strike and with depth.

Target – 150,000 to 300,000 ounces*

* Refer to Slide – Notations (3)



Kuusamo North Hangaslampi Deposit

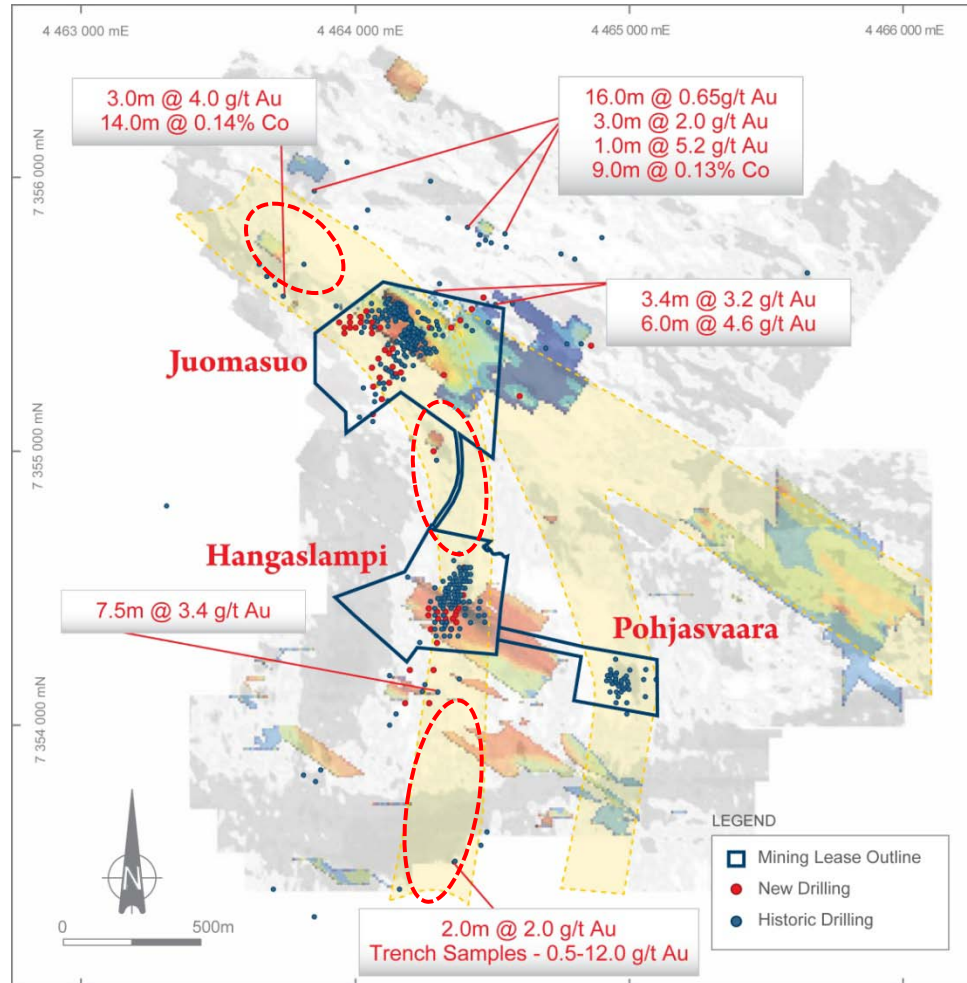


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Kuusamo North

Stand Out Target Areas

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Kuusamo Gold Project

Project Development



Metallurgy and Flow Sheet Development

- Trial mining and processing of Juomasuo ore in 1990's.
- Test work program in development.

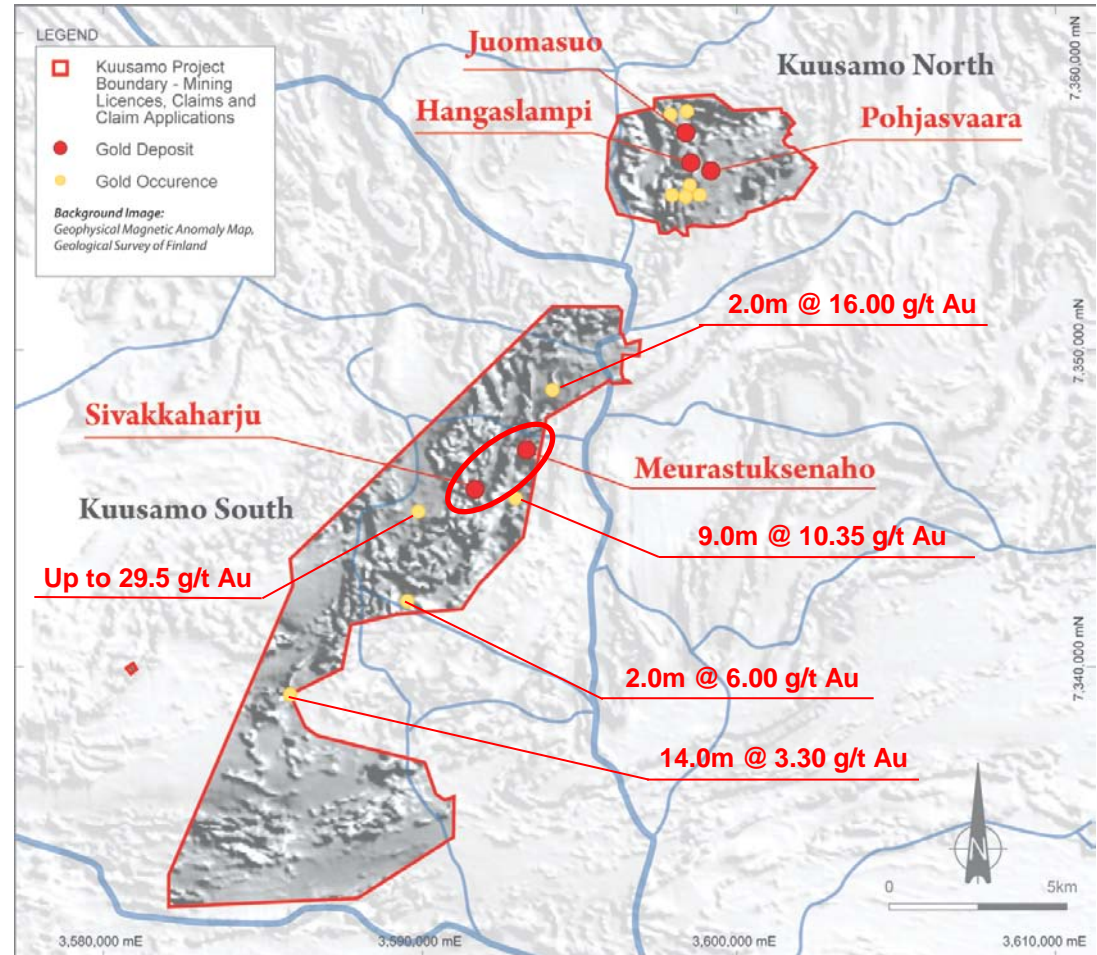
Environmental Impact Assessment

- Established good local community and municipal dialogue with open briefings.
- Program commenced November 2010 by European consultancy group, Ramboll.

Kuusamo Gold Project

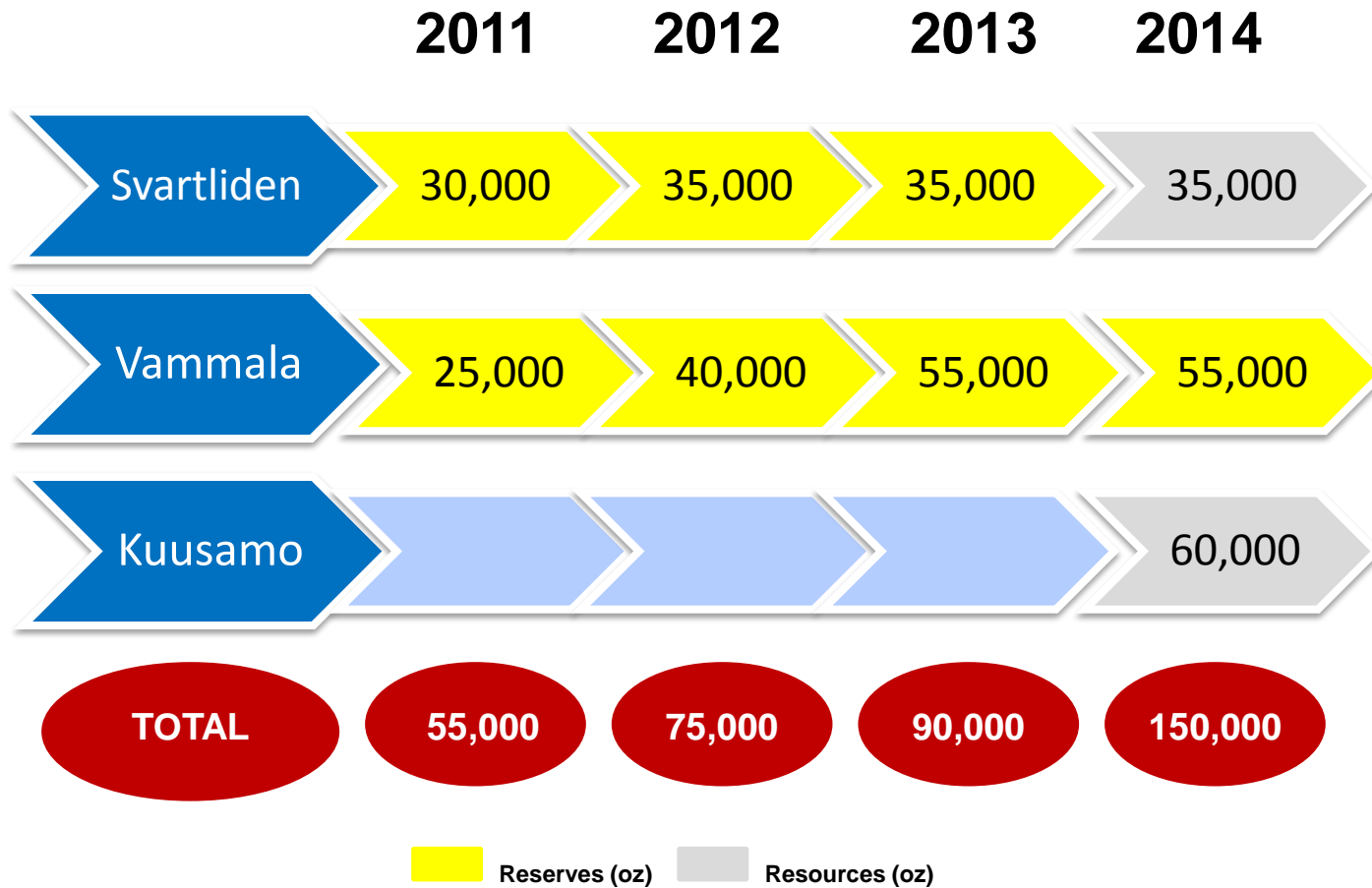
Regional Potential

- 117km² holding.
- Highly prospective.
- Excellent targets.
- Gold deposits Meurastuksenaho (42,400 ounces @ 3.6 g/t gold) and Sivakkaharju (11,300 ounces @ 7.5 g/t gold).
- Gold drill intercepts and rock samples.



Production Project Pipeline

Moving to a 150,000 Ounce Gold Producer!



Investment Opportunity

- ✓ Two established and profitable production centres
- ✓ 1.2 million ounces of Resources
- ✓ Outstanding game changing exploration project
- ✓ Strong cash balance to aggressively grow assets
- ✓ Moving to 150,000 ounce gold producer
- ✓ **Production, Cashflow, Growth – Exciting Future**

Appendices

Gold Resource Inventory

| Classification | Tonnes | Gold (g/t) | Ounces |
|--|------------------|---------------|------------------|
| Svartliden Gold Mine, Sweden (31 July 2011) | | | |
| Measured | 197,900 | 3.8 | 24,300 |
| Indicated | 1,034,600 | 3.7 | 125,400 |
| Inferred | 62,600 | 3.7 | 7,400 |
| Total | 1,295,100 | 3.8 | 157,100 |
| Vammala Production Centre, Finland (31 December 2010) | | | |
| Measured | 193,600 | 6.5 | 40,200 |
| Indicated | 1,311,200 | 5.2 | 217,800 |
| Inferred | 1,667,400 | 6.0 | 325,300 |
| Total | 3,172,200 | 5.7 | 583,200 |
| Kuusamo Gold Project, Finland (1 November 2011) | | | |
| Measured | - | - | - |
| Indicated | 1,820,000 | 5.3 | 308,500 |
| Inferred | 1,576,000 | 3.0 | 152,200 |
| Total | 3,396,000 | 4.2 | 460,700 |
| Group Total | | | |
| Measured | 391,500 | 5.1 | 64,500 |
| Indicated | 4,165,800 | 4.9 | 651,700 |
| Inferred | 3,306,000 | 4.5 | 484,900 |
| Total | 7,863,300 | 4.7 | 1,201,000 |