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ASX Announcement
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DRAIG RE-LISTS ON ASX WITH FUNDING SECURED AND EXPLORATION UNDERWAY ON MONGOLIAN COAL LICENCES

HIGHLIGHTS:

- **New Mongolian coal company established following acquisition of eight highly prospective coal licences**
- **\$17 million in new capital raised provides sufficient funds for licence acquisition, 2012 exploration programme, further acquisitions, working capital**
- **Exploration programme planned, maiden JORC-resource expected Q1 2012**
- **Geophysical survey commenced to identify potential black coal extensions on Teeg licence**
- **Draig seeking further coking coal opportunities in Mongolia and Indonesia**

Mongolian coal explorer Draig Resources Ltd (ASX: DRG) ("Draig" or the "Company") advises that the Company's shares have re-listed on the Australian Securities Exchange, following the completion of a capital raising and the acquisition of eight coal licences in Mongolia's Overhangay and South Gobi Provinces.

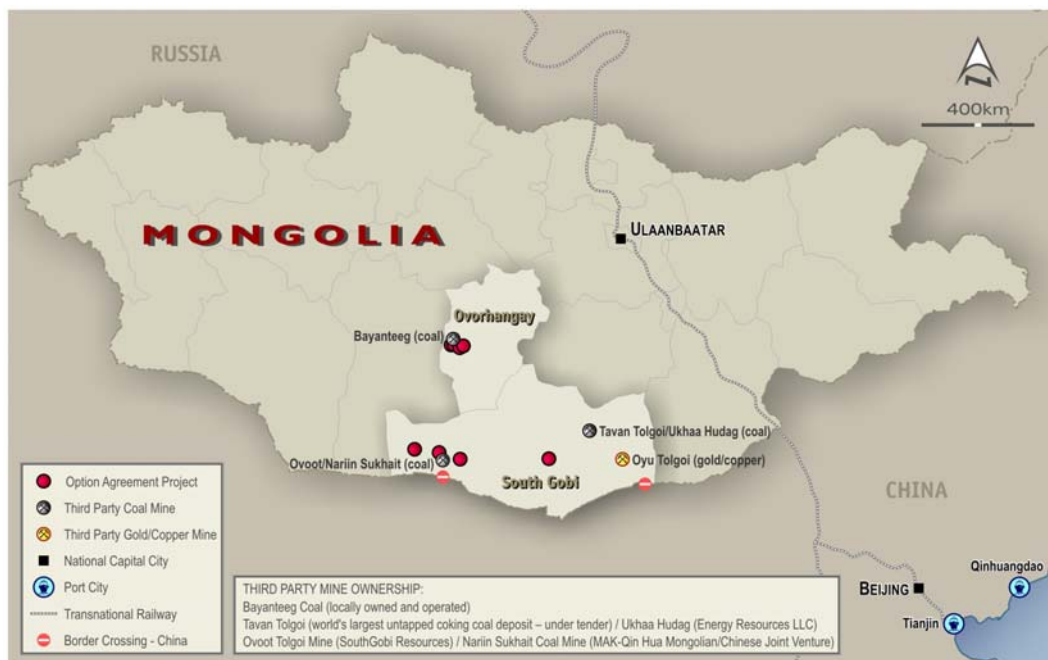
Draig successfully completed a \$17 million capital raising via the issue of 34,000,000 shares under priority and general share offers. The funds have been used to complete the purchase of eight highly prospective Mongolian coal licences through the acquisition of BDBL LLC, previously a subsidiary of Peabody-Winsway.

Importantly, the Company now has sufficient funds for its 2012 exploration, further coal acquisitions and necessary working capital.

Draig Managing Director Mark Earley said: "We now have the financial capacity to move forward with the development of what we believe will be a very good quality coal project. We will continue

drilling through the coming Mongolian winter months, with the aim of establishing a JORC compliant resource on the Project early this year.”

Draig recently announced that it had commenced a geophysical survey to identify the potential black coal extensions within the Teeg licence, located in the Ovorhangay Province. The survey is currently being undertaken, having stopped briefly for the Christmas/New Year period, and will allow Draig to identify key drilling targets for its 2012 exploration programme which it intends to commence immediately after the geophysics analysis work has been completed.



Location of the Ovorhangay and South Gobi province licences, Mongolia

--ENDS--

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About Draig Resources

Coal explorer Draig Resources Ltd (ASX: DRG) is developing eight highly prospective coal licences in Mongolia's Ovorhangay and South Gobi provinces. In late 2011, Draig acquired the coal licences through the BDBL LLC, a subsidiary of Peabody-Winsway. The company is embarking on a geophysical survey and 2012 exploration programme, with the aim of defining a JORC-compliant resource in Q1 2012. Draig is seeking further quality coal opportunities in Mongolia and Indonesia.

In 2010, International coal veteran Mark Earley was appointed as Managing Director. Mark has over 30 years experience in the coal industry in the key areas of operations, project development, mine management and senior advisory roles. He has also been involved in green field mine developments in both Australia and Indonesia, has advised on several successful start-up projects and holds a

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masters degree in mining engineering. Most recently Mark held the position of Executive Director of Barlow Jonker Pty Ltd, one of the world's leading coal advisory and research firms.