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ASX Announcement
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DRAIG COMPLETES GEOPHYSICS WORK ON MONGOLIAN LICENCES

Draig Resources Limited (ASX: DRG) (“Draig”, or the “Company”) is pleased to advise that it has completed a geophysical survey on two of its coal licences in the Ovorhangay province located in central southern Mongolia.

The geophysical field work was undertaken over the Teeg (13879X) and Nariin Teeg (13581X) licences, located in the Bayanteeg district. The survey will assist with the identification of the potential black coal extensions over the licences and target areas for further exploration drilling in 2012.

The survey comprised 32 kilometres of geophysical (Resistivity) survey work. A total of 12 lines of geophysical survey work were carried out on the Teeg licence and 3 lines on Nariin Teeg licence. The target depth of penetration was approximately 250 metres.

The results of the survey are currently being interpreted by Dash Meg Engineering and analysed by Nordic Geological Solutions LLC (“NGS”), with Draig advising that it will update the market once the work has been completed.

Draig Managing Director Mark Earley said: “The survey was carried out referencing existing drill holes completed during the due diligence process prior to acquiring the licences to allow for better correlation of the coal seams.

“Preliminary review of the field data has identified a number of highly potential drilling targets in both licences.

“I’d like to acknowledge the teams from Dash Mag Engineering and NGS that undertook the survey field work in very difficult conditions with temperatures averaging below minus 30 degrees Celsius,” said Mr Earley.

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Draig is now in the process of planning its drill program through the Mongolian winter over its eight coal licences in the Ovorhangay and South Gobi provinces.

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About Draig Resources Limited

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 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 Q2 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 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.