



ABN: 99 110 439 686

64 Thomas Street West Perth WA 6005
PO Box 781 West Perth WA 6872

T: (08) 9321 6988, F: (08) 9321 4022
www.cnow.com.au

ASX Announcement
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DRAIG MOBILISES TWO DRILL RIGS TO MONGOLIAN COAL LICENCES

Highlights

- **Draig secures two drill rigs to explore Mongolian coal licences**
- **Phase 1 drilling program expected to commence Saturday 31 March 2012**
- **Priority drilling on Teeg licence (13879x), Ovorhangay Province**
- **Draig to drill 13 holes for a total of 2000 metres**
- **Drilling to contribute to completion of JORC compliant resource, expected Q2 2012**

Draig Resources Limited (ASX: DRG) ("Draig", or "the Company") advises it has mobilised two drill rigs and will commence Phase 1 of its exploration program on two Mongolian coal licences by the end of the week.

Phase 1 will comprise a 2000 metre, 13-hole drill program over the Teeg (13879x) and Nariin Teeg (13581X) licences, located in the Bayentee District, Ovorhangay Province.

Earlier this month, Draig appointed drill contractor Ellehcor LLC to undertake Phase 1 of the exploration program to drill 13 RC holes across coal bearing sequences at depths of 120–200 metres. Two experienced coal geologists will assist with the drill campaign.

Draig Managing Director Mark Earley said: "Drilling these targets will help us identify both the presence and principal structure characteristics of the coal. We will initially use RC drilling for speed and economy and then spot core a number of those intersections for coal quality assessment.

"We are fortunate to have secured two rigs to site and, consequently, we would expect results from the Phase 1 program within weeks," Mr Earley said.



Licence Location – Ovorkhangai Province, Mongolia

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Mark Earley
Managing Director
Draig Resources Limited
(02) 9238 2797

Jane Grieve
FTI Consulting
(08) 9386 1233
0488 400 248

About Draig Resources Limited

Coal explorer Draig Resources Ltd (ASX: DRG) is developing eight coal licences in Mongolia's Ovorkhangai and South Gobi provinces. In December 2011, Draig acquired the coal licences through BDBL LLC, a subsidiary of Peabody-Winsway. The Company has completed a geophysical survey and has commenced its 2012 exploration program, 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.