



DGR Global Limited

27 April 2017

DGR Business Update

The Board of Directors of international resource company creator, DGR Global Limited (**the Company; ASX: DGR**), is pleased to provide the following update with regard to the Company's interest in a number of its sponsored listed entities.

SolGold plc | LSE(AIM): SOLG (14% owned by DGR)

Field work and drilling with three rigs continues at SolGold's flagship Cascabel Project, which is located on the gold-rich northern section of the prolific Andean Copper belt renowned as the production base for nearly half of the world's copper. The Cascabel project base is located at Rocafuerte, in northern Ecuador, approximately three hours drive north of Quito, close to water, power supply and Pacific ports. Refer **Figure 1**, attached.

As a result of a series of exploration updates released over the past fortnight, SolGold has confirmed that it now believes the known length of the greater Alpala porphyry system has nearly doubled to over 1300m. Copper and gold mineralisation continues to be encountered in each hole drilled. Fifteen individual targets have been defined at Cascabel to date. SolGold has successfully drill tested three of the fifteen targets, being Alpala Central, Alpala Northwest, and Hematite Hill. Drill testing of a fourth target, at Alpala Southeast, is currently under way.

The upgrade and expansion of site facilities is also underway at Cascabel as the project continues to expand towards 7 rigs by October 2017, and 10 rigs next year. SolGold's geology team is yet to define the extents of the Alpala porphyry system, and the deposit remains open in most directions, continuing to grow with each new drill hole. The team also believe that several of the targets clustered at Alpala may coalesce. An aggressive drill program, producing approximately 90,000m of diamond drill core per annum from early 2018 is planned to delineate the system limits along the greater Alpala trend prior to a maiden resource statement, and to test the other multiple targets within the concession.

Following a comprehensive review of the geology and prospectivity of Ecuador, SolGold and its subsidiaries have also applied for additional exploration licences in Ecuador over a number of promising porphyry copper gold targets throughout the Country.

Copies of all of SolGold's market releases are available on the Company's website (www.solgold.com.au). For those DGR Global shareholders seeking an overview of the Cascabel project, the January 2017 SolGold Corporate Video is recommended viewing, and can be found within the Investor Centre on the SolGold website.

The current value of DGR Global's investment in SolGold is approximately \$156 million.

IronRidge Resources Limited | LSE(AIM): IRR (26% owned by DGR)

IronRidge continues its development as a diversified explorer across multiple jurisdictions within frontier terrains of the Australian and African continents. The Company's corporate strategy is to create and sustain shareholder value through the discovery of world-class and globally demanded commodities.

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To this end, and from an African perspective, the Company currently has exposure to gold and lithium projects in Ivory Coast, lithium projects in Ghana, a province-scale gold project in Chad (via Tekton Minerals) and iron ore projects in Gabon. Additionally, the Company has a JORC compliant bauxite resource, and owns gold, nickel and titanium projects in Queensland, Australia.

As a recently outlined by the Company in a series of announcements, IronRidge has secured earn-in and / or joint venture arrangements over 3,510km² of highly prospective tenements and applications along strike from known third-party gold deposits. Refer **Figure 2**, attached.

Full details of the Ironridge's recent announcements, including some preliminary exploration results from the Ivory Coast gold projects, are available on the the Company's website (www.ironridgeresources.com.au).

The current value of DGR Global's investment in IronRidge is approximately \$43 million.

Armour Energy Limited | ASX: AJQ (23% owned by DGR)

Armour Energy yesterday announced an increase to its previously advised capital raising program, from \$40m to \$50m to fund the start-up of gas and liquids production from the Kincora project, the on-going development of the Kincora field assets, to refinance existing debt facilities, to fund other growth initiatives, and for general working capital purposes.

The \$10m increase is expected to come from the issue of further Convertible Notes. DGR Global, Armour Directors and Management, and new key Armour investor MH Carnegie have all shown support for the revised capital raising program.

As a result of Armour Energy's capital raising initiatives, DGR Global is expected to receive approximately of \$3.5m in cash under its loan facility agreement. DGR Global has already invested in \$9.4m worth of Convertible Notes and has committed to take up its pro-rata entitlement under Armour's forthcoming 1:6 entitlement offer, together with a further \$1.1m investment in the Convertible Notes, subject to Armour shareholder approval. All of these investments have been / will be offset against the loan facility established between the two parties in late 2015.

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DGR Global is currently arranging for the repayment of the circa \$3m loan facility with its Canadian lenders, and expects to have this finalized in the coming weeks.

The Company looks forward to continuing to provide updates on material matters as they develop within its portfolio of resource industry interests within its range of subsidiaries and sponsored listed entities.



On behalf of the Board
Karl Schlobohm
Company Secretary

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About DGR Global Limited

DGR Global's business is the creation of resource exploration development and mining companies.

The business uses the skills of a core team of talented geoscientists to identify resource projects capable of yielding world class discoveries of attractive commodities.

This is achieved through:

- The identification of commodities with a favorable 20 year price outlook.
- Geological terranes with:
 - A demonstrated strong endowment for that commodity;
 - An under-explored history;
 - Opportunity for the application of recently developed exploration techniques;
 - Jurisdictions with improving socio-economic and regulatory frameworks;
 - Extensive available tenures.

DGR provides initial seed funding and management support to secure these assets in subsidiaries and develop these assets to more advanced funding stages. The Company has a pipeline of projects in daughter companies at various stages of emergence, and in 2015 crystallised a significant return through the sale of its 15% holding in Orbis Gold for \$26million. Further development of its holdings in AIM-listed SolGold and IronRidge Resources and ASX-listed AusTin Mining, Dark Horse Resources and Armour Energy, and unlisted Archer Resources, are expected over the coming years.

DGR Global has commenced an intended program of judicious dividend payments to its shareholders. The future of the dividend program will depend on circumstances from time to time.

The previous resource exploration and funding activities of DGR's key personnel underscore the opportunities provided by the DGR business model.

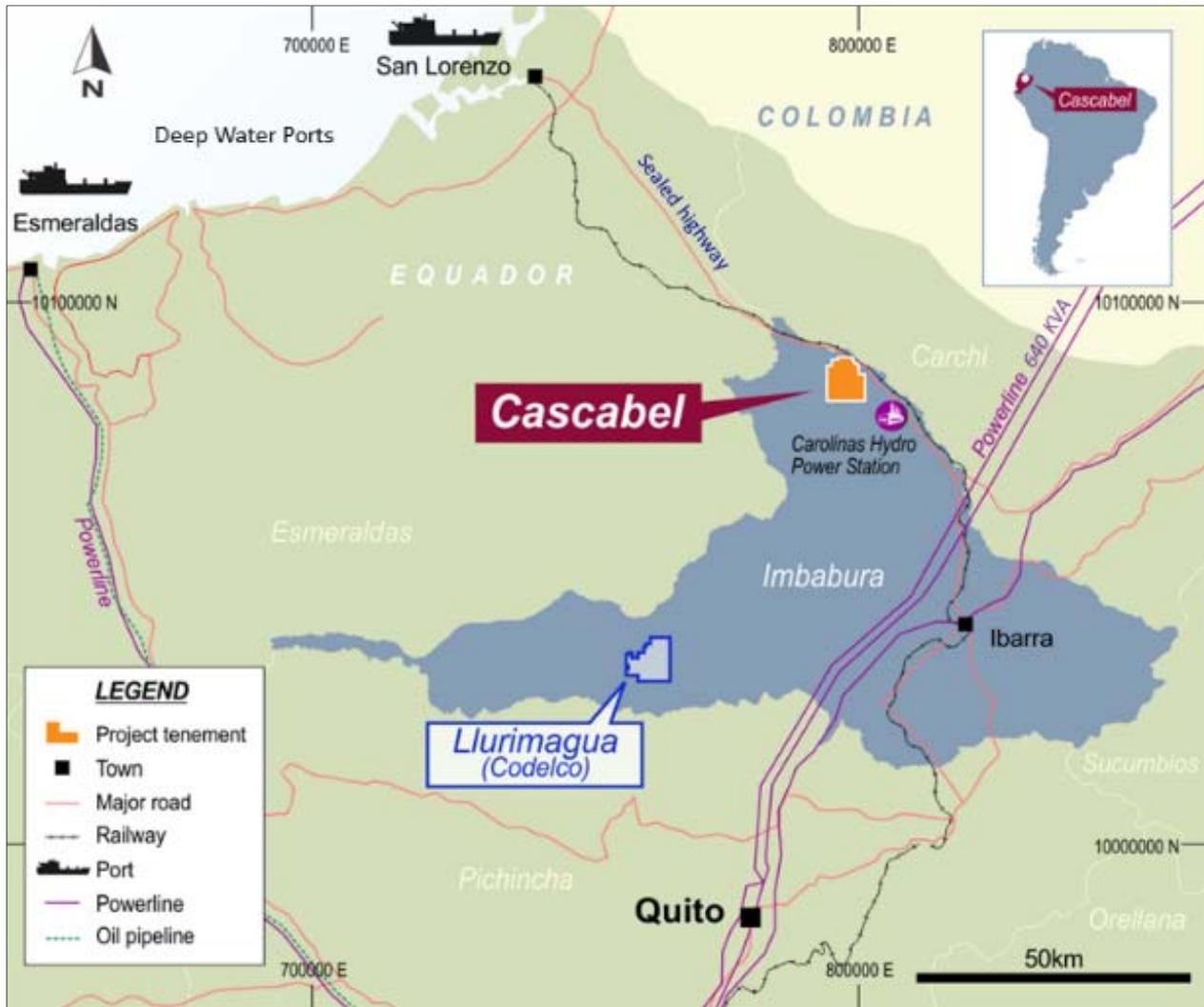


Figure 1: Location of SolGold’s Cascabel project in northern Ecuador, highlighting the significant capital advantages held by the project, with proximity to ports, road infrastructure, hydro-electric power stations and the trans-continental power grid.

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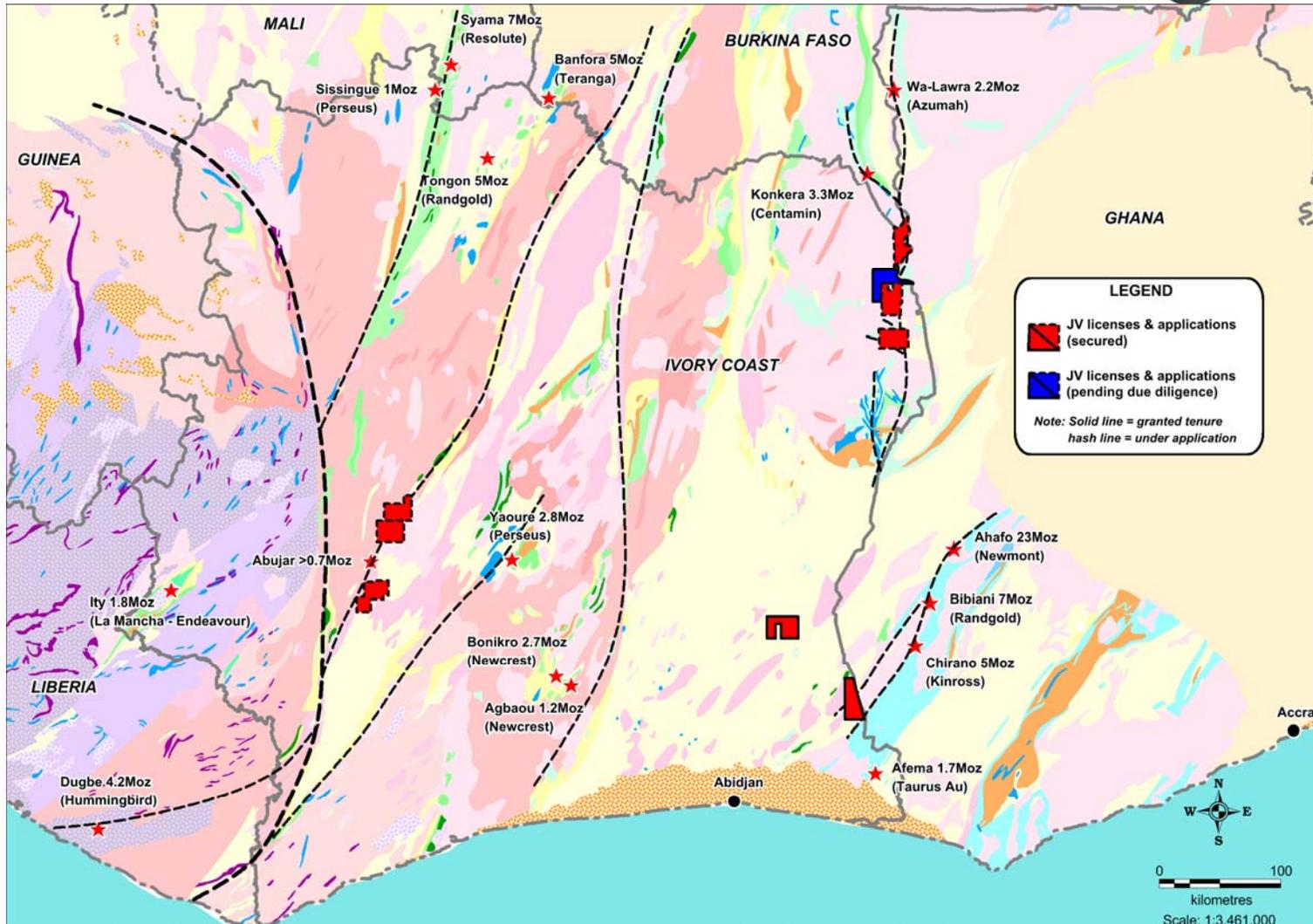


Figure 2: IronRidge Resources' current portfolio of gold project interests in Ivory Coast, with published third-party gold deposits shown by the red "stars" along identified geological structures from the IronRidge project locations.

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