

26 July 2017

June 2017 - Quarterly Activities Report

ASX : DAU

ISSUED CAPITAL

Ordinary shares:
95,740,141

Undiluted Market
Capitalisation:
\$2.8M

Cash: \$3.1M

DIRECTORS

Mr Malcolm Carson
Executive Chairman

Ms Hui Guo
Executive Director

Mr Peiqi Zhang
Non-Executive Director

CONTACT

Dampier Gold Limited

ACN 141 703 399

29 Brookside Place
Lota QLD 4179

P: (07) 3901 0751

F: (07) 3901 0751

The Board of Dampier Gold Limited (Dampier or the Company) is pleased to present its Quarterly Activities Report for the period ended 30 June 2017.

The principal focus during the quarter was to:

- Finalise and execute a Binding Terms Sheet with Vango Mining Limited (ASX code VAN) (Vango) covering the proposed K2 Mine development and the evaluation of the K1 project as an alternative ore source.
- Review various gold investment opportunities in Australia.
- Continue to investigate an Australian agriculture and related food export business.

Plutonic Dome Gold Project

On 16 May 2017, the Company announced the execution of a Binding Terms Sheet with Vango covering the farm-in by Dampier into the development and ore production from the K2 Mine located at Plutonic Dome (Terms Sheet).

Under the Terms Sheet, Dampier has agreed to contribute towards the development of the K2 Mine up to the lesser of 50% of CAPEX or \$3,000,000 to the development, exploration and mining of gold ore and its processing for the extraction of gold and any other item as agreed by the joint venture committee.

Dampier stands to earn up to a further \$6M from the successful development of the K2 Mine in milestone and royalty payments pursuant to the sale by Dampier in 2016 of its 40% interest in the Plutonic Dome Gold Project.

Since finalising the Terms Sheet, Dampier and Vango have been reviewing development options for the project, including evaluating the K1 ore shoots as a possible addition to the K2 Mine.

In addition, Dampier has been reviewing and assessing funding options/proposals.



dampiergold

ASX ANNOUNCEMENT

New Investments for Dampier

Gold Projects

The Company continues to review a range of gold investment opportunities and to investigate farm-in and acquisition possibilities. To date, we have not identified a suitable or commercially viable investment opportunity for Dampier.

Australian Food and Agriculture Produce

During the quarter, your directors have progressed the evaluation of the viability of exporting high quality Australian food and agriculture products, through Dampier's wholly owned subsidiary Aurigin Foods Pty Ltd.

Australian produced, packaged and manufactured products are regarded as safe, clean and healthy. The Chinese consumer is attracted to Australian food products due to an anxiety as to the safety and integrity of locally sourced and imported products. Accordingly, there is considerable Chinese demand for Australian produce.

Your directors have been considering an Australian food aggregation, transport and distribution model and establishing a supply chain and retail outlet network. In order to confirm the commercial viability of the concept, additional work will continue.

Malcolm Carson
EXECUTIVE CHAIRMAN
DAMPIER GOLD LIMITED