

4 SEPTEMBER 2017

## **MT MORGANS GOLD PROJECT PICTORIAL UPDATE**

### **Construction of mine, processing plant and infrastructure advancing rapidly, ensuring Dacian is on track for first production in March next year**

Dacian Gold Ltd (**Dacian Gold** or **the Company**) (ASX: DCN) is pleased to provide a photographic presentation of site construction at its 100%-owned Mount Morgans Gold Project, located near Laverton in Western Australia.

Dacian Gold Executive Chairman Rohan Williams said the photos (contained in the accompanying presentation) clearly demonstrated the rapid progress being made on several fronts at Mt Morgans, with dramatic changes evident since the last pictorial update in June. These include:

- Construction of the 2.5Mtpa CIL treatment plant, now 26% complete;
- Underground mining at Beresford which has passed 1000m, now 235m ahead of schedule, with underground grade control drilling also underway with two rigs; and
- Construction of the Accommodation Village, due for completion this month and currently occupied by 288 people.

“Our development timetable at Mt Morgans is firmly on track and we are confident we will achieve our target of pouring our first gold in March next year,” he said.

“With six months to the start of commissioning, Dacian Gold is set to become Australia’s next mid-tier gold producer.

“And we have four exploration drilling rigs operating, three of which are at the highly promising Cameron Well prospect, as part of our strategy to continue growing the Mineral Resource base and mine life.

“We are looking forward to a big second half for the Company as we count down to production and cash-flow and drill aggressively to create value for shareholders through exploration.”

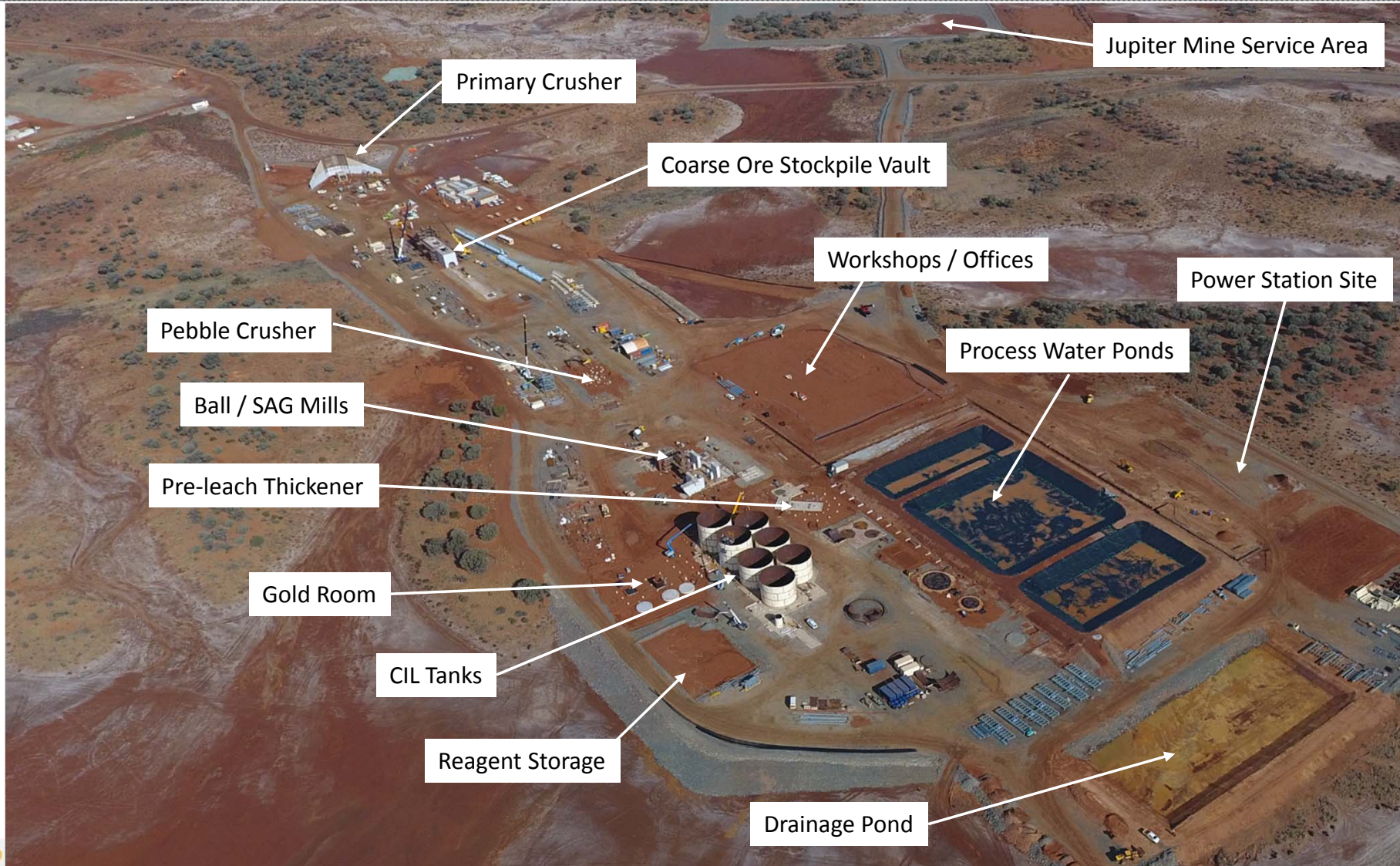


**Rohan Williams**  
**Executive Chairman**

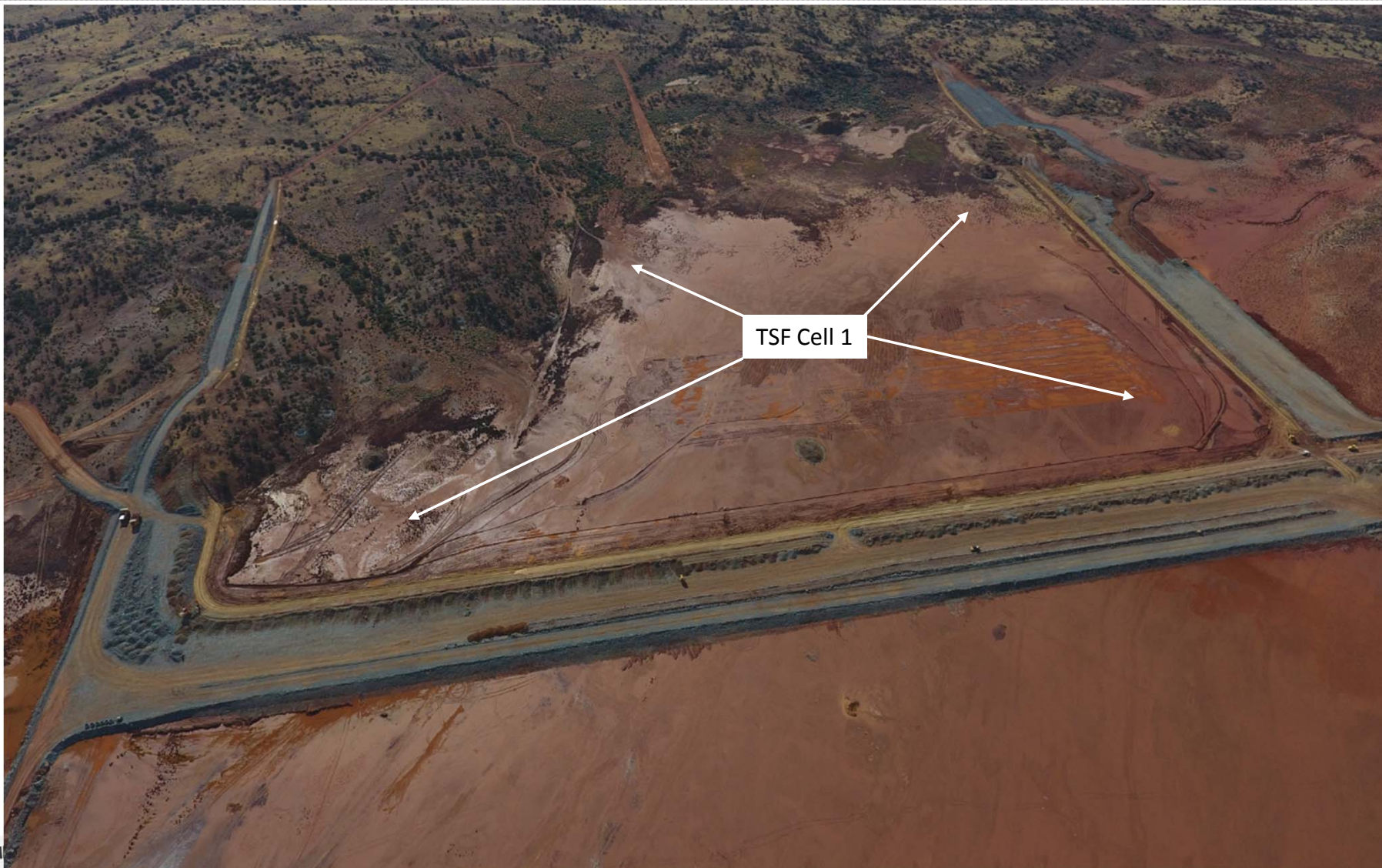
For further information please visit [www.daciangold.com.au](http://www.daciangold.com.au) or contact:

Rohan Williams Executive Chairman Dacian Gold Limited +61 8 6323 9000	Paul Armstrong Investor Relations Read Corporate +61 8 9388 1474
--------------------------------------------------------------------------------	---------------------------------------------------------------------------

# Process Plant Site - Layout



# Process Plant Site – Tailings Storage Facility



# Process Plant Site – Wingwall, Primary Crusher & Transfer Station



# Process Plant Site – Transfer Vault Underlying Coarse Ore Stockpile



# Process Plant Site – Ball and SAG Mill Plinths



# Process Plant Site – CIL Tanks



# Accommodation Village – Layout





# Westralia Mine Service Area – Layout



# MMGP Site Infrastructure Progress



## Treatment Facility Site Progress at 26% Completion – On Time and Budget

- ✓ Tailings Storage Facility at 30% completion
- ✓ 2,500m<sup>3</sup> of concrete poured (of 3,900m<sup>3</sup> total):
  - ✓ ROM pad wingwall and primary crusher vault completed
  - ✓ Ball mill and SAG mill plinths completed
  - ✓ Coarse ore stockpile reclaim vault and conveyor tunnel civils completed
- ✓ Structural steel assembly commenced
- ✓ Pebble crusher delivered to site
- ✓ First components of grinding mills due in Fremantle within 2 weeks
- ✓ Construction of all water bores to supply raw water completed
- ✓ Construction of all ponds completed



## Accommodation Village

- ✓ 288 rooms completed and occupied (of total 400)
- ✓ Kitchen / dining room and tavern completed and operational
- ✓ All buildings on site and installed
- ✓ Completion scheduled for late September

## Westralia Mine Service Area (MSA)

- ✓ All buildings on site and installed
- ✓ High voltage and low voltage electrical reticulation complete
- ✓ Workshops completed
- ✓ MSA completion scheduled for late September

# Westralia Mine Development Progress

## Beresford Underground

- ✓ Mine development passes 1,000m, 235m ahead of Feasibility Study schedule
- ✓ Underground grade control drilling has commenced with 2 rigs
- ✓ First underground electrical sub-station installed

