

26 October 2017

## September 2017 - Quarterly Activities Report

ASX: DAU

ISSUED CAPITAL

Ordinary shares:

95,740,141

Undiluted Market

Capitalisation:

\$3.2M

Cash: \$2.75M

### 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

PO BOX 100

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

The principal focus during the quarter was to:

- Negotiate a debt package to cover the Company's share of the capital cost of the K2 Mine development.
- 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 negotiated the terms of a debt package to cover its share of the capital cost of the K2 Mine and Vango is in the process of negotiating its capital raising requirements.



# ASX ANNOUNCEMENT

dampiergold

Preparatory works on the K2 Mine are expected to be completed by the second quarter of 2018, with production commencing in the 3<sup>rd</sup> or 4<sup>th</sup> quarter of 2018.

## **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 continued to evaluate through Aurigin Foods Pty Ltd the commercial viability of aggregating and exporting high quality Australian food and agriculture products for import and distribution in China.

Australian produced, packaged and manufactured products are regarded as safe, clean and healthy. The Chinese consumer is attracted to Australian food products due to concerns as to the safety and reliability of locally sourced and imported products.

**Malcolm Carson**  
**EXECUTIVE CHAIRMAN**  
**DAMPIER GOLD LIMITED**