

ASX ANNOUNCEMENT

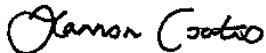
1 DECEMBER 2017

Fäboliden Test Mining Permit Granted

Dragon Mining Limited (ASX: DRA) (**Company**) advises that the County Administration Board (**CAB**) in Västerbotten, Sweden, has granted an Environmental Permit (**Permit**) for test mining operations at its Fäboliden project. Test mining may be undertaken during a maximum of two consecutive calendar years. The Permit is valid until 30 September 2027 and is subject to a number of terms and conditions.

The Company is considering its application for listing on the Stock Exchange of Hong Kong in the context of the Permit conditions and will update the market in due course.

Yours faithfully



Shannon Coates
Company Secretary
For and on behalf of
Dragon Mining Limited