

Dear Doray Shareholder,

On behalf of the Board, I would like to update you regarding Doray's takeover offer to acquire fellow Western Australian gold company, Mutiny Gold Ltd (ASX: MYG, Mutiny). The Mutiny Board has unanimously recommended Doray's takeover offer to its securityholders, in the absence of a superior proposal, and three of Mutiny's largest shareholders (holding in aggregate 18.9% of Mutiny) have already supported Doray's offer.

Mutiny's core asset is the development-ready high-grade Deflector gold-copper-silver deposit located in the southern Murchison region of Western Australia. Doray's producing Andy Well gold mine is located about 350kms northeast of Deflector.

Acquiring Mutiny's Deflector project creates a leading mid-tier, high-grade Western Australian gold company, which is expected provide an attractive investment proposition for existing and new shareholders.

Upon successful completion of the offer, Doray shareholders will hold approximately 67% of the combined group, enabling you to continue to have material exposure to Andy Well and the future upside associated with developing Mutiny's Deflector project.

Key benefits of the transaction for Doray shareholders include:

- The creation of a leading mid-tier gold company with an attractive and complementary portfolio of high-grade Western Australian production, development and exploration assets
- Operational flexibility from two high-grade production centres - Andy Well in the northern Murchison district and the Deflector project in the southern Murchison district of Western Australia – which combined are forecast to produce (on an annualised basis) approximately 160,000oz gold equivalent ounces per year, once Deflector is commissioned
- A Mineral Resource base in excess of 1.0 million ounces of gold at a grade of 7.7g/t Au plus 27Kt of Copper at a grade of 0.9%¹
- Enhanced scale and market relevance, with the financial strength to optimise funding the development of Deflector, including an increased level of liquidity and exposure to a global and expanding retail and institutional investor base giving greater funding flexibility.
- The ability to optimise the exploration spend across the combined group's entire exploration portfolio.

The fact that the US\$ gold price is currently hovering around four year lows has reinforced the Doray Board's view of the considerable advantages of combining Mutiny and Doray and our strong belief that the combined group will have the key attributes needed to fill the growing investment void in the Australian listed gold sector.

¹ Refer to disclosures and relevant Competent Person's statements, as per JORC 2012, in the Bidder's Statement dated 18 November 2014.

If the takeover offer is successful, the only change to Doray's Board will be the addition of Mutiny's Chairman Mr Allan Brown as a non-executive director. Doray's recent experience in commissioning Andy Well places the company in good stead to efficiently manage the development of Deflector.

I would also like to emphasise, that in parallel with developing Deflector, Doray will continue its work at Andy Well, with a focus on meeting production and cost guidance, accelerating exploration and extending mine life.

In particular, you may have seen that as a result of Doray's ongoing exploration activity, the Mineral Resource at Andy Well as at 30 June 2014 was increased by 75,000 ounces, effectively replacing the first year of underground production at the Wilber Lode². The Doray Board believes that there is further potential to extend the mine life at Andy Well with further exploration success.

As Doray is making the takeover offer to Mutiny securityholders, there is nothing you are required to do in connection with it. Doray has prepared a Bidder's Statement containing further information about the takeover offer, which will be posted to Mutiny security holders around 20 November 2014. If you have an interest, further information regarding the offer can be found on the Doray website at www.dorayminerals.com.au.

These are exciting times in the life of your company and I would like to take this opportunity to thank you for your continuing support, as we continue to build a leading mid-tier, high-grade WA gold company.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Peter Alexander', with a large, stylized initial 'P'.

Peter Alexander
Non-Executive Chairman

² Refer to ASX release dated 25 September 2014.