

ASX ANNOUNCEMENT**15 December 2014****LAPSE OF OPTIONS**

Dragon Mining Limited (ASX:DRA) advises that 2,054,000 unlisted options held by former and current employees of the Company have expired or lapsed unexercised due to resignation or cancellation by agreement for nil consideration. The details of the options are as follows:

- 1,224,000 unlisted options exercisable at \$1.45, expiry 22 September 2014;
- 150,000 unlisted options exercisable at \$1.45, expiry 19 October 2014;
- 400,000 listed options exercisable at \$1.00, expiry 1 June 2015;
- 160,000 unlisted options exercisable at \$1.45, expiry 7 June 2015; and
- 120,000 listed options exercisable at \$1.00, expiry 16 July 2015.

As at today's date, Dragon has 120,000 unlisted options remaining on issue. 40,000 of these options will lapse on 31 January 2015 due to retirement of the applicable employee and the remaining 80,000 will lapse on 28 February 2015 due to resignation of the applicable employee.

For and on behalf of
Dragon Mining Limited

Shannon Coates
Company Secretary