



DORAY COMPLETES MUTINY TAKEOVER - DELIVERS HIGHER GRADE & LOWER COSTS

Doray Minerals Limited (ASX: DRM, Doray) today released its Quarterly Activities Report for the period ended 31 March 2015.

Doray's Managing Director, Mr Allan Kelly, said he was pleased with the Company's overall performance during the period.

"Doray delivered a record monthly gold production result in March and importantly remained on track to meet its increased 2015 financial year production guidance of 85,000-90,000oz with cash operating costs expected to be in the range of A\$600-700/oz (previously A\$700-800/oz)," said Mr Kelly.

Gold production from Andy Well was 21,328oz with C1 cost of A\$556/oz and All-In Sustaining Costs (AISC) of A\$1,214/oz during the period. A total of 80,091t of ore were milled during the Quarter with a head grade of 8.58g/t Au.

C1 cost was reduced to \$556/oz with a YTD C1 of A\$648/oz. The Company's AISC was A\$1,214/oz, which included a one-off capital cost relating to the Stage 2 open pit pre-strip.

"The Company achieved these operational targets while also completing the compulsory acquisition of Mutiny Gold in mid-March – which is a testament to the dedication and focus of our teams in the corporate office and onsite."

Mr Kelly said completion of the takeover meant Doray could now focus on building a leading mid-tier, high-grade Western Australian gold company and start developing the Deflector Gold Project (Deflector).

The Company appointed PCF Capital to act as an advisor in respect to securing finance for the construction and development of the now 100%-owned Deflector Project.

During the Quarter, Doray also agreed to a refinancing and restructure of its project finance facility with Westpac Bank. The term of the new facility matches the increased mine life at Andy Well, allows for the ability to fund near-mine and selected regional exploration from project cash flows, and ensured additional hedging to take advantage of the increased \$AUD gold price.

As at 31 March, Doray had \$30M cash and gold on hand including \$4M in the debt servicing reserve account (DSRA) and had 55,538oz forward sold at an average price of A\$1,524/oz to June 2016.

Mr Kelly said the Company would continue to evaluate opportunities to hedge future gold production as appropriate in order to reduce the impact of the current volatility in the spot gold price on the Company's earnings.

Doray's successful exploration and business development program continued to deliver results throughout the Quarter. The Company announced a maiden high-grade Resource for the Suzie Zone which is located parallel to the operating Wilber Lode underground mine and the Judy Lode. This is the third high-grade gold Resource defined by Doray at Andy Well.



The Indicated and Inferred Resource for the Suzie Zone comprises 468,000t @ 8.1g/t Au for 123,000 contained ounces and takes the Andy Well Resource inventory to over 500,000oz from three deposits.

Doray will host a conference call for investors, analysts, and brokers at **11:00 AEST (09:00 WST) on Thursday, 30 April 2015.**

Teleconference details:

Dial-in number from an Australian landline: 1800 200 232

International dial-in numbers:

Canada: 1866 4485 687

Hong Kong: 800 9687 88

Switzerland: 0800 561873

UK: 0800 9170 557

USA: 1866 3005 202

PIN: 5469 166#

A recording of the conference call will be made available on our website.

For more information please email margie@amncorporate.com

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About Doray Minerals Limited

Doray Minerals Limited is a high-grade Australian gold producer, developer and explorer.

The Company controls two high-grade Western Australian gold assets - the operating Andy Well Gold Project (Andy Well) and the development-ready Deflector Gold Project (Deflector). Doray's complementary project portfolio provides increased scale, liquidity and market presence, and a potential re-rating based on its strengthened market positioning.

Doray has a strategic portfolio of gold exploration properties within Western Australia and South Australia and each presents multiple discovery opportunities. The Company's Board and management team has expertise in discovery, development, and production.

