

19 December 2014

Company Announcements Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sirs,

RE: Share placements

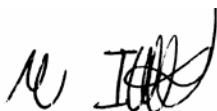
Drummond Gold Limited (the Company) is pleased to announce that it has made a share placement of a total of 60,000,000 fully paid ordinary shares at an issue price of \$0.003 (0.3 cents) per share to the directors or their nominees as approved by shareholders at the Annual General Meeting held on 20 November 2014 ("Directors' Placement"). The funds raised under the Directors' Placement will be used for working capital purposes and to identify and evaluate opportunities with potential for copper and gold

Accordingly the Company gives notice under section 708A(5)(e)(i) of the Corporations Act 2001 that:

1. the fully paid ordinary shares were issued without disclosure to investors under Part 6D.2 of the Corporations Act 2001;
2. as at the date of this note the Company has complied with:
 - a. the provisions of Chapter 2M of the Corporations Act 2001 as they apply to the Company; and
 - b. section 674 of the Corporations Act 2001; and
3. as at the date of this notice there is no information to be disclosed that is "excluded information" as defined in subsection 708(A)(7) of the Corporations Act 2001 that is reasonable for investors and their professional advisers to find in a disclosure document.

Any further queries regarding this placement can be made directly with this office.

Yours faithfully
DRUMMOND GOLD LIMITED



MICHAEL ILETT
COMPANY SECRETARY