



ASX ANNOUNCEMENT

24 FEBRUARY 2014

REDUCTION IN DIRECTOR FEES

Dragon Mining Limited (ASX:DRA) advises that in order to make clear the new Board's commitment to cost saving initiatives being undertaken by the Company, individual Non-Executive Director fees have been reduced from A\$50,000 per annum to A\$30,000 per annum, and the Non-Executive Chairman's fee reduced from A\$100,000 per annum to A\$60,000 per annum, effective from 7 February 2014, being the date of the Company's recent general meeting of shareholders.

The Board further notes it has appointed Mr Arthur Dew as Non-Executive Chairman and Mr Brett Smith as an Executive Director, effective immediately. Mr Smith has been appointed to undertake a comprehensive review of the Company's operations and will be remunerated at the rate of A\$1,500 per day, plus all reasonable expenses, until such time as the Board has considered his review. Further, the Board will engage its professional advisers to review the Company's structure.

For and on behalf of
Dragon Mining Limited

Shannon Coates
Company Secretary