

PURCHASE AGREEMENT EXECUTED FOR SALE OF NORTHERN FINLAND PROJECTS

Dragon Mining is pleased to announce that it has executed the Definitive Purchase Agreement (‘Agreement’) with Canadian entity Aurion Resources Limited (TSX-V:AU) (‘Aurion’) for the sale of the Kutuvuoma and Silasselkä Projects (‘Projects’), in northern Finland.

In consideration Dragon Mining will receive 6,000,000 Common Shares in Aurion and Aurion will expend EUR 1,000,000 on the Projects over 3 years, in accordance with the Payment Schedule, or sooner at Aurion’s discretion.

The Payment Schedule from the original Letter of Intent, as announced to the ASX on 5 March 2014 – Aurion to Acquire Northern Finland Projects from Dragon Mining, has been re-negotiated to better reflect the status of the tenements that comprise the Projects. The updated Payment Schedule is provided in Table1.

Table 1 – Payment Schedule

	(1)	(2)	(3)	(4)
Direct Exploration Expenditures (EUR)				1,000,000
Consideration Shares	2,000,000	1,000,000	1,000,000	2,000,000

(1) *Signing, subject to fulfilment of the conditions precedent of:*

- *Aurion receiving all approvals required by the TSX Venture Exchange; and*
- *Turvallisuus ja kemikaalivirasto (“Tukes”) accepting the bond proposal of Dragon Mining for the Kutuvuoma Mining Licence without material change.*

(2) *Upon the Kutuvuoma Claim Applications 4-21 becoming valid;*

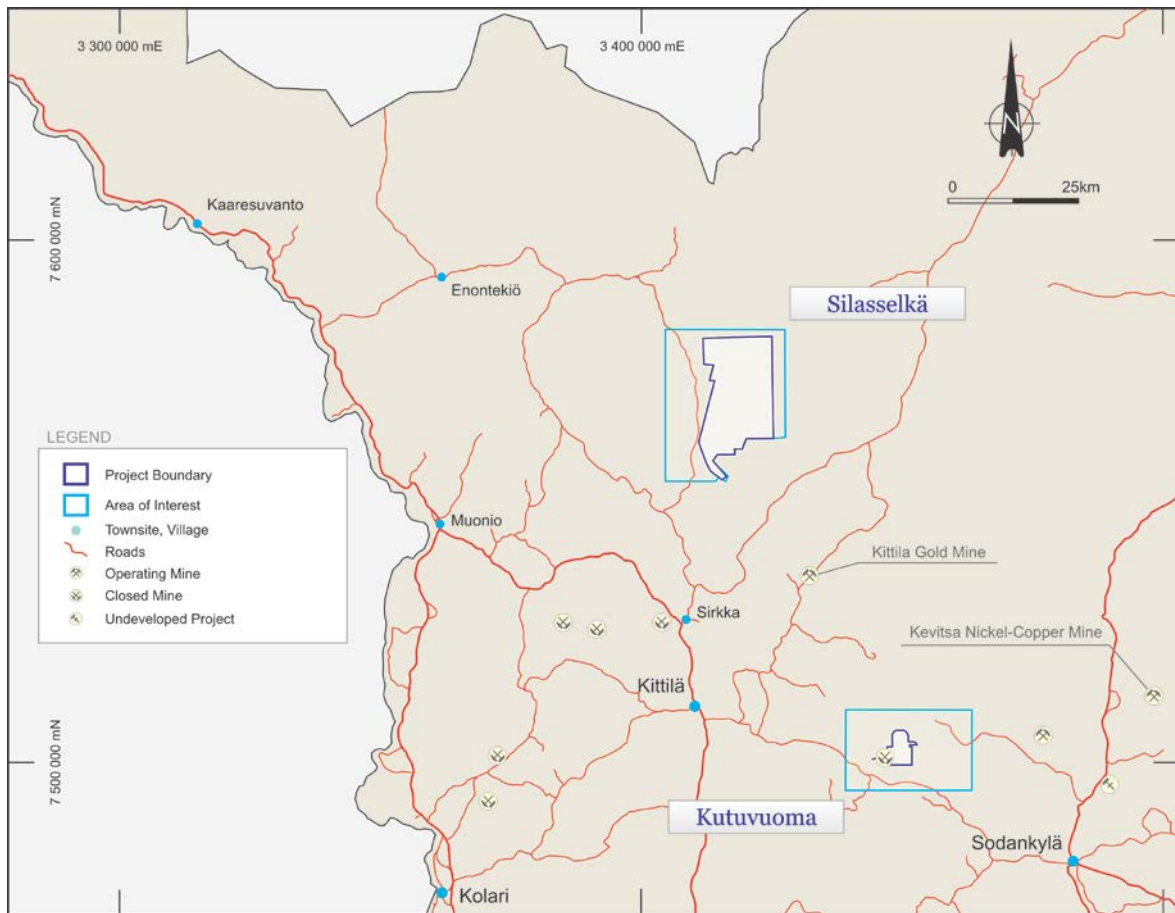
(3) *Upon the Silasselkä Claim Applications 1-19 becoming valid; and*

(4) *The third anniversary of the Kutuvuoma Claims 4-21 and the Silasselkä Claims 1-19 becoming valid.*

The initial tranche of 2,000,000 Consideration Shares to be received by Dragon Mining will be escrowed for 18 months, from the date of issuance of the shares. Any other Consideration Shares received by Dragon Mining within 18 months of the date of issuance of the initial tranche of shares shall also be escrowed for the remaining portion of the 18 month period.

In addition Dragon Mining will retain a 3% Net Smelter Royalty (“NSR”) on any deposit mined by Aurion or any associated third party within the Projects and the defined Areas of Interest. Aurion or its nominee may purchase the full 3% NSR at any time on or before the sixth anniversary of the signing of the Agreement with a one off payment of EUR 4,000,000 in cash or 1% of the NSR any time after the tenth anniversary of the signing of the agreement with a one off payment of EUR 4,000,000 in cash on the basis that Dragon Mining has not sold the NSR to a third party. Dragon Mining is at liberty to sell the NSR to a third party at any time after the sixth anniversary of the signing of the Agreement.

Aurion will also make bonus payments to Dragon Mining of EUR 2,000,000 in cash or equivalent in Aurion Common Shares (share price based on a five day volume weighted average price (“VWAP”) immediately before the agreed settlement date) at Aurion’s discretion for the defining of one million ounces of gold equivalent material within the Projects and the defined Area of Interests that is categorised as Measured and Indicated in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (“JORC Code”) or National Instrument 43-101 Standards for Disclosure for Mineral Projects (“NI43-101”). Further bonus payments of EUR 1,000,000 in cash or equivalent in Aurion Common Shares at Aurion’s discretion for the defining of every additional one million ounces of gold equivalent material within the Projects and the defined Area of Interests that is categorised as Measured and Indicated in accordance with the JORC Code or NI43-101.



Project Location

Aurion is a Canadian precious metal explorer whose business model is predicated on the acquisition of high quality early-staged opportunities. Prior to this acquisition they had on issue and outstanding 38,540,641 Common Shares, 13,750,594 Warrants and 2,982,500 Options and held C\$1.5 million in cash. For further information on Aurion and the Projects please refer to the Aurion website, www.aurionresources.com.

For and on behalf of
Dragon Mining Limited