

18 July 2016

QUARTERLY ACTIVITIES REPORT TO 30 JUNE 2016

- Dacian Gold has now completed its major resource in-fill and extensional drill program totalling 90,000m of RC and diamond drilling at its wholly owned Mt Morgans Gold Project located near Laverton in Western Australia. During the quarter a total of 9,221m of RC and diamond drilling at the Westralia Prospect and 4,020m of diamond drilling at the Jupiter Prospect was drilled
- At the Westralia Underground outstanding results were returned from the in-fill drilling program, with better results including:
 - 3.3m @ 84.3 g/t Au from 212.2m ○ 13.2m @ 14.1 g/t Au from 275.0m
 - 4.8m @ 26.3 g/t Au from 424.0m ○ 3.7m @ 18.0 g/t Au from 323.4m
 - 6.4m @ 12.1 g/t Au from 437.0m ○ 2.0m @ 15.9 g/t Au from 405.0m
- At the Morgans Underground numerous high grade intersections were returned from the in-fill drilling program, with better results including:
 - 4.3m @ 22.4 g/t Au from 317.7m ○ 2.1m @ 12.6 g/t Au from 284.1m
 - 4.3m @ 17.5 g/t Au from 421.4m ○ 12.0m @ 5.7 g/t Au from 341.0m
 - 4.0m @ 13.9 g/t Au from 528.0m ○ 1.2m @ 19.1 g/t Au from 207.6m
- At the Jupiter Prospect, additional thick intersections were returned from within and outside of the existing 1.1 million ounce Mineral Resource. Better results include:
 - 133m @ 2.4 g/t Au from 87m ○ 18m @ 6.2 g/t Au from 158m
 - 186.7m @ 1.0 g/t Au from 154m ○ 139.3m @ 1.3 g/t Au from 186.8m
 - 87.1m @ 1.7 g/t Au from 244m ○ 79.4m @ 1.3 g/t Au from 123.6m
 - 31m @ 2.7 g/t Au from 147m ○ 105.5m @ 1.0 g/t Au from 152.6m
- Ongoing exploration drilling activities at Mt Morgans during the June quarter included the aircore drilling at Jupiter Regional and Cameron Well and causeway construction at Callisto. A total of 305 aircore holes for 19,319m were drilled during the quarter, with assays awaited
- Mt Morgans Gold Project Feasibility Study work programs advanced during the quarter included: metallurgical testwork of the Jupiter and Westralia Prospects; process plant design, geotechnical drilling at the proposed treatment plant and TSF locations; environmental studies, water bore drilling and hydrological investigations; and geotechnical studies for the proposed open pit and underground mines
- Cash on hand at quarter end was \$9.6 million

INTRODUCTION

Dacian Gold's 100% owned Mt Morgans Gold Project (MMGP) is located 25km south-west of Laverton in Western Australia (see Figure 1). The MMGP has been the Company's sole focus since its IPO on the ASX in November 2012, and in less than three years Dacian Gold has discovered two +1 million ounce gold deposits at Westralia and Jupiter.

On 30 September 2015, the Company released the results of the MMGP Scoping Study to the market. Key outcomes from the MMGP Scoping Study showed the project has the potential to deliver an initial 7 year life-of-mine producing 1.2 million ounces of gold at an AISC of A\$929/oz. Proposed mining at the Jupiter Prospect is estimated to produce 483,000 ounces and 745,000 ounces is estimated to be produced from the Westralia Prospect.

In December 2015, Dacian Gold completed a fully underwritten \$25 million equity capital raising. The capital raising was designed to fund the completion of a planned 90,000m resource in-fill and extension diamond and RC drilling program at the Westralia and Jupiter Prospects. Additionally, it will finance the MMGP Feasibility Study due for completion at the end of CY2016, as well as ongoing exploration drilling and working capital. The \$25 million capital raising fully funds Dacian Gold through to project financing and completion of the Feasibility Study.

The final drilling results from the 90,000m resource in-fill programs at both the Jupiter and Westralia Prospects were released to the market during the June quarter, the highlights of which are summarised in the sections below. Exploration drilling completed during the quarter is also described below, and remains an important and ongoing initiative for the Company.

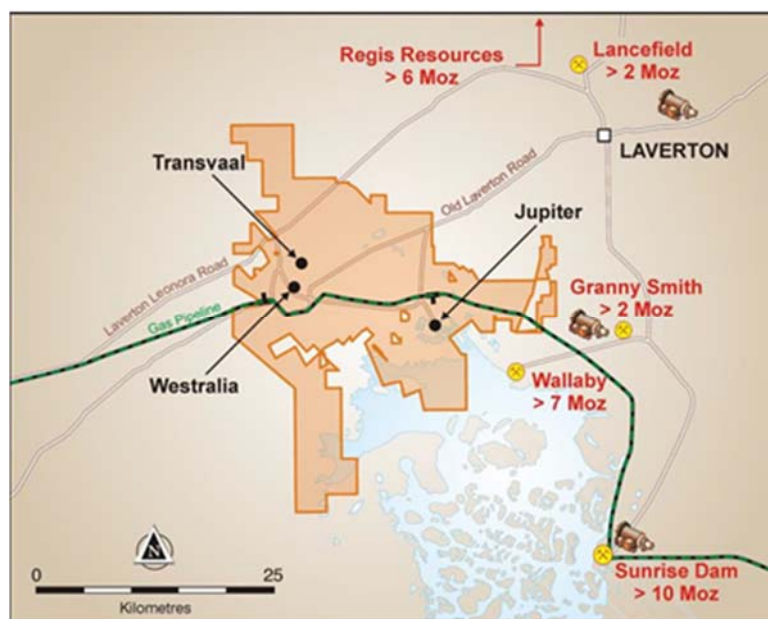


Figure 1: Location map showing Dacian Gold's 100% owned MMGP tenure (orange), including the Westralia and Jupiter Prospects. Also shown is the location of existing infrastructure as well as proximal multi-million ounce gold deposits.

JUPITER AND WESTRALIA RESOURCE IN-FILL AND EXTENSION DRILLING RESULTS

This section of the report describes the drilling programs and results obtained during the June quarter from the MMGP in-fill and resource-extension drilling conducted at both the Jupiter and Westralia Prospects.

During the June quarter, a total of 4,020m of diamond drilling was completed at Jupiter and 9,221m of drilling at Westralia which comprised 7,903m of diamond drilling and 1,318m of RC drilling.

JUPITER

The 313-hole, 34,000m RC in-fill and resource extension drill program at the Jupiter Prospect is now complete. The key Objectives for the drilling program were to:

1. Complete the 40m x 40m in-fill drill program over the existing 1.8km long Jupiter Mineral Resource. The 40m x 40m in-fill drill spacing is intended to improve the geological confidence of the Jupiter Mineral Resource to Indicated classification
2. Define new mineralised positions outside the existing Jupiter Mineral Resource limits that may, if confirmed, increase both the size of the Mineral Resource as well as the conceptual open pits defined in the MMGP Scoping Study; and
3. Complete a 7,000m diamond drilling program which will include geotechnical assessment of the proposed open pit designs. Several of the planned holes for geotechnical purposes have been extended to test for deeper mineralisation below the base of the Doublejay open pit.

Under Objective 1 above, the 40m x 40m infill drilling results reported during the quarter (see ASX announcements 9 May 2016 and 16 June 2016) contained numerous significant intersections, including:

- 1m @ 43.6 g/t Au from 71m in 16JURC254
- 18m @ 6.2 g/t Au from 158m in 16JURC254
- 4m @ 10.7 g/t Au from 28m in 16JURC221
- 2m @ 15.0 g/t Au from 36m in 16JURC287
- 15m @ 1.9 g/t Au from 71m in 16JURC255
- 31m @ 2.7 g/t Au from 147m in 16JURC255
- 20m @ 2.7 g/t Au from 14m in 16JURC399
- 22m @ 2.0 g/t Au from 95m in 16JURC288
- 11m @ 1.9 g/t Au from 12m in 16JURC326
- 14m @ 1.6 g/t Au from 73m in 16JURC148
- 6m @ 2.5 g/t Au from 38m in 16JURC378

The drilling results returned from the in-fill resource drilling are consistent with the results from the previously drilled holes being in-filled with this program.

Under Objective 2 above, several significant intersections outside the existing Jupiter Mineral Resource and conceptual open pit designs developed in the MMGP Scoping Study were returned during the quarter (see ASX announcement 9 May 2016). The results returned a combination of shallow high-grade intersections and thick mineralised intervals directly beneath the previously mined Doublejay open pit (see Figure 2). Better results included:

- 133m @ 2.4 g/t Au from 87m in 16JURC311 (which includes 17m @ 10.1 g/t Au, 20m @ 2.0 g/t Au and 13m @ 5.1 g/t Au),
- 186.7m @ 1.0 g/t Au from 154m in 16JURD390 (which includes 47m @ 1.9 g/t Au and 24m @ 1.6 g/t Au)
- 81m @ 1.1 g/t Au from 119m in 16JURC256
- 69m @ 0.8 g/t Au from 90m and 93m @ 0.9 g/t Au from 193m in 16JURC303
- 82m @ 0.6 g/t Au from 0m in 16JURD390

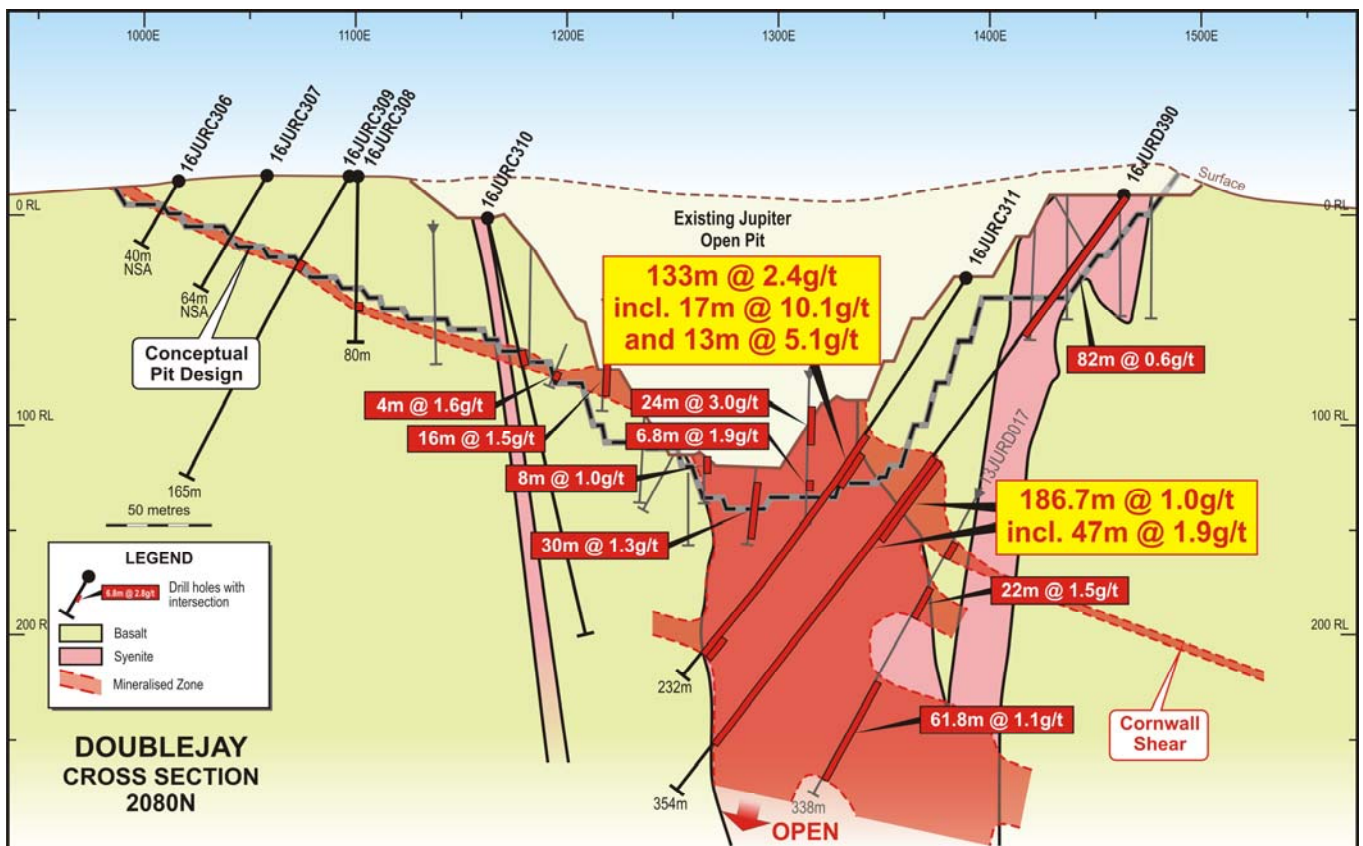


Figure 2: Cross section through the Doublejay open pit at 2080N. Note the thick intersections of 133m @ 2.4 g/t Au and 186.7m @ 1.0 g/t Au lying directly below the existing open pit and the conceptual open pit design (grey / black dashed line).

Figure 2 above is a cross section at 2080N that shows the location of the intersections described above in relation to the existing open pit. It also shows the mineralised Doublejay syenite is now confirmed as extending 140m below the base of the conceptual open pit developed during the MMGP Scoping Study and 160m below the base of the previously mined Jupiter open pit.

Under Objective 3 above, 21 purpose drilled geotechnical drill holes and four diamond drill holes for supplementary metallurgical testwork returned during the quarter confirm the very thick zone of mineralisation that lies directly beneath the base of the previously mined Doublejay open pit and Heffernans (see ASX announcement– 16 June 2016), and include:

- 87.1m @ 1.7 g/t Au from 244m and 38m @ 1.5 g/t Au from 385m in Heffernans drill hole 16JUDD367 (Figure 3)
- 45.3m @ 1.5 g/t Au from 207.8m in Doublejay drill hole 16JUDD403
- 17m @ 1.5 g/t Au from 238m in Heffernans drill hole 16JUDD402

Both of the above thick intersections lie below the base of the conceptual open pit at Heffernans, with the 30.4m @ 2.4 g/t Au and 38m @ 1.5 g/t Au intersections lying outside the existing Mineral Resource. Figure 3 is a cross section through Heffernans showing the location of 16JUDD367 drilled down the west wall of the conceptual open pit and showing the thick intersections referred to above.

Four diamond drill holes for supplementary metallurgical testwork confirm thick mineralisation within the conceptual open pit design at Doublejay. Significant intersections include:

- 139.3m @ 1.3 g/t Au from 186.8m in 16JUDD409
- 79.4m @ 1.3 g/t Au from 123.6m in 16JUDD407
- 105.5m @ 1.0 g/t Au from 152.6m in 16JUDD406

The supplementary metallurgical drilling program also confirmed the existence of mineralisation beneath the base of the conceptual open pit design at Doublejay.

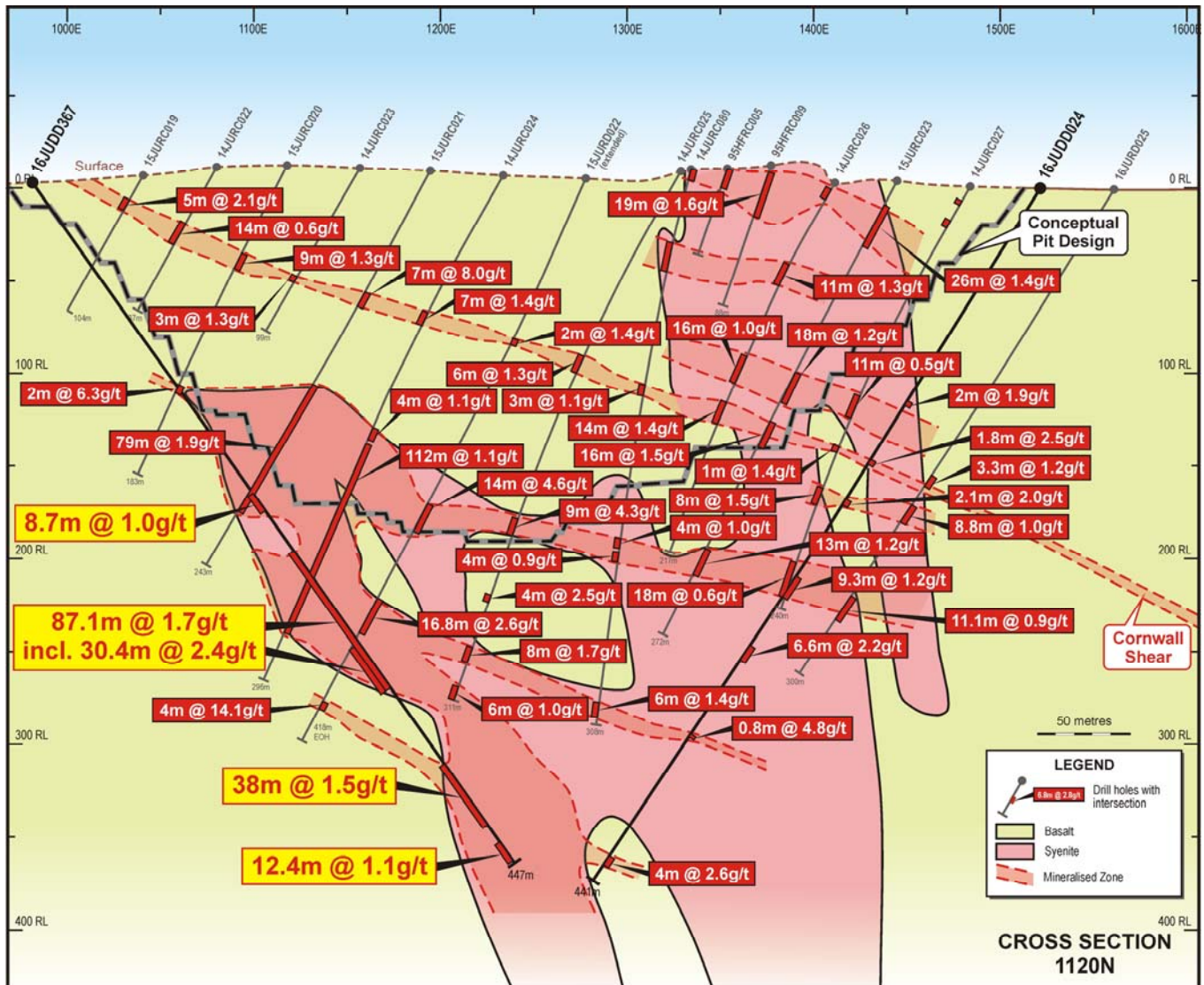


Figure 3: Cross section through Heffernans at 1120N showing the location of geotechnical drill holes 16JUDD367 and 16JUDD024. Note the significant thick intersections in 16JUDD367 below the conceptual open pit (red/yellow labels). Results of 16JUDD024 were reported to the ASX on 9 May 2016. Previously released intersections from drilling completed in 2014 and 2015 are shown as red/white labels.

It is clear from the finalisation of the in-fill and extensional drilling program at Jupiter that the intersections reported provide (i) further confidence to increase the size and upgrade the classification of the 1.1 million ounce Jupiter Prospect Mineral Resource, and (ii) the potential that the three separate conceptual open pits developed over a 1.8km strike distance, as seen in the MMGP Scoping Study (see ASX announcement 30 September 2015), may merge into a single large open pit.

Dacian Gold will release an updated Jupiter Mineral Resource estimate in July.

WESTRALIA

The Westralia Prospect comprises two potential high grade underground gold mines as defined in the MMGP Scoping Study (see ASX announcement 30 September 2015). The two potential mines are Morgans Underground and Westralia Underground and both lie beneath the historic Westralia open pit which produced over 900,000 ounces of gold at a grade of 4.5 g/t Au.

The Company released the results of the in-fill diamond drilling program from the 71 diamond holes of the completed at Morgans Underground and the 24 diamond holes completed at Westralia Underground.

Figure 4 below shows the location of the 95 diamond drill holes that make up the 46,000m in-fill resource drill out at Westralia and Morgans Underground both located within the 3km long, 1.5 million ounce Westralia Prospect Mineral Resource. As can be seen from Figure 4, numerous +10 g/t Au intersections are present within both the Westralia Underground and the Morgans Underground drill areas (pink ellipses along the drill hole trace), confirming the significant extent of mineralisation present within the Westralia Prospect.

Morgans Underground

During the quarter the Company released the results from the final 34 diamond holes of the completed 71 diamond drill holes from the priority in-fill diamond drilling program at Morgans Underground. The principal aim of the in-fill drilling program at Morgans Underground was to complete a 50m x 50m diamond drill pattern over the Morgans Underground Inferred Resource. It is expected that the 50m x 50m in-fill drilling pattern will provide sufficient geological confidence to upgrade the Mineral Resource to Indicated.

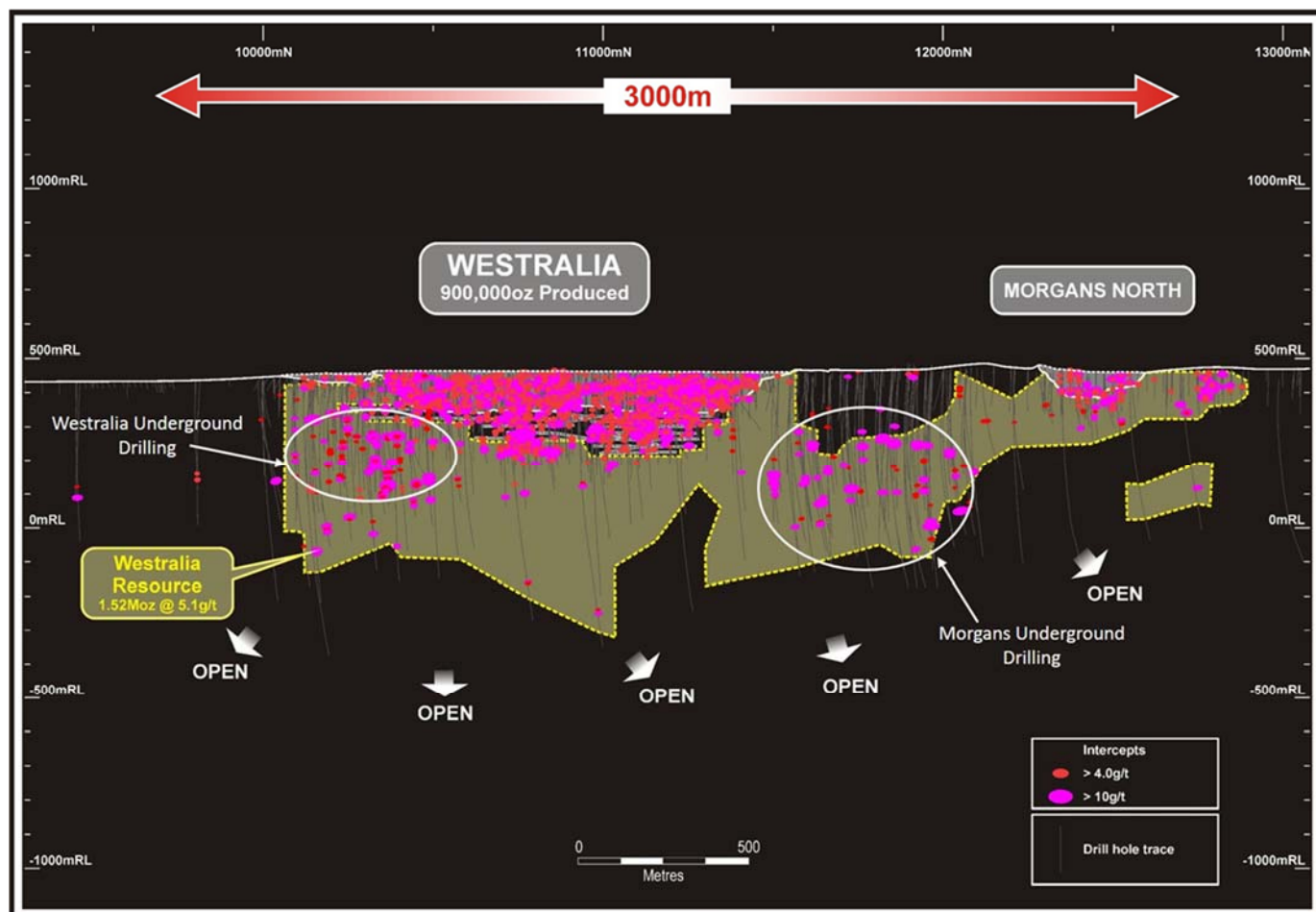


Figure 4: Longitudinal section of the 3km long, 1.5 million ounce Westralia Prospect Mineral Resource showing the location of the recently completed 24 hole, 11,000m in-fill diamond drilling program at Westralia Underground and the 71 hole, 35,000m in-fill Morgans Underground drilling (see text for description). Note the high proportion of +10g/t Au intersections from both drilling programs.

The results from the final 34 diamond drill holes from Morgans Underground were released during the June quarter (see ASX announcement of 1 June 2016), with numerous excellent results including (see also Figure 5):

- 4.3m @ 22.4 g/t Au from 317.7m in 16MMRD0105
- 4.3m @ 17.5 g/t Au from 421.4m in 16MMRD0041
- 4.0m @ 13.9 g/t Au from 528.0m in 15MMRD0064
- 1.2m @ 19.1 g/t Au from 207.6m in 16MMRD0092
- 2.1m @ 12.6 g/t Au from 284.1m in 16MMRD0051
- 12.0m @ 5.7 g/t Au from 341.0m in 16MMRD0105
- 5.1m @ 7.4 g/t Au from 379.0m in 16MMRD0125
- 5.6m @ 5.1 g/t Au from 450.8m in 16MMRD0125
- 2.3m @ 8.1 g/t Au from 303.5m in 16MMRD0044

- 0.5m @ 26.8 g/t Au from 390.9m in 16MMRD0069
- 1.0m @ 11.9 g/t Au from 410.0m in 16MMRD0066

The new results augment previously released high-grade in-fill drill results at Morgans Underground which included 3.6m @ 48.0 g/t Au, 3.0m @ 24.6 g/t Au, 5.6m @ 23.2 g/t Au, 6.2m @ 20.1 g/t Au, 4.5m @ 13.4 g/t Au and 2.9m @ 16.1 g/t Au (see ASX releases of 11 February 2016 and 21 March 2016).

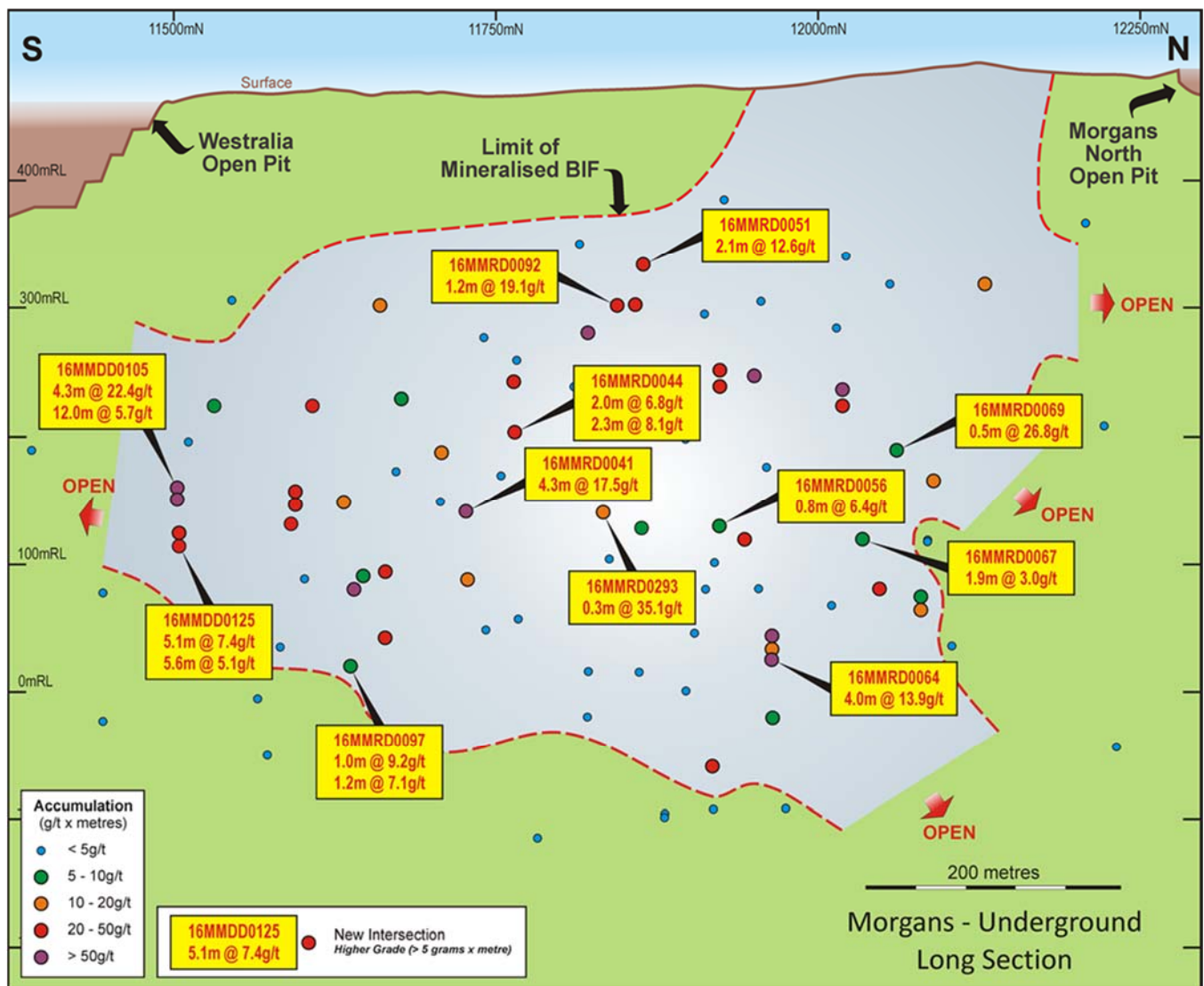


Figure 5: Long section of the Morgans Underground mineralisation showing results of the in-fill drilling program. The mineralisation measures 700m long and up to 400m in dip (or vertical) extent.

Dacian is currently updating the Mineral Resource for Morgans Underground. The Company anticipates releasing an updated Westralia Mineral Resource including Morgans Underground in July.

Westralia Underground

The 24 hole, 11,000m in-fill resource drilling at Westralia Underground was completed during the quarter. The principal aim of the in-fill drilling program at Westralia Underground, like that at Morgans Underground, was to complete a 50m x 50m in-fill diamond drill pattern over the upper portions of the Westralia Mineral Resource between 100m and 350m below the surface. It is expected the 50m x 50m drill pattern at Westralia Underground will be sufficient to upgrade the resource classification of that part of the Westralia Underground drilled (to a depth of 350m below surface) to an Indicated Resource. Mine design studies on the Indicated Resource are able to be used for estimating the maiden Ore Reserves for the Westralia Underground.

Numerous high-grade intersections were returned from the completed 24-hole in-fill diamond drilling program. Significant results reported during the quarter (see ASX announcement 28 June 2016) include:

- 3.3m @ 84.3 g/t Au from 212.2m in 16MMRD0165
- 13.2m @ 14.1 g/t Au from 275.0m in 16MMDD0149
- 4.8m @ 26.3 g/t Au from 424.0m in 16MMRD0167W1
- 3.7m @ 18.0 g/t Au from 323.4m in 16MMRD0169
- 6.4m @ 12.1 g/t Au from 437.0m in 16MMRD0159W2
- 2.0m @ 15.9 g/t Au from 405.0m in 16MMRD0161W1
- 1.7m @ 10.2 g/t Au from 307.0m in 16MMRD0147
- 2.5m @ 9.7 g/t Au from 296.3m in 16MMRD0169
- 3.2m @ 8.9 g/t Au from 316.0m in 16MMRD0175
- 1.9m @ 10.5 g/t Au from 435.0m in 16MMRD0167
- 12.3m @ 4.5 g/t Au from 422.5m in 16MMRD0167W2

A feature of several of the drill holes were the multiple high grade intersections returned from separate BIF units intersected in those holes. Detailed geological interpretation has led to the identification of individual BIF units that can be traced over many hundreds of metres, and referred to as Hangingwall BIF, Central BIF and Lower BIF. All three BIF units (Hangingwall, Central and Lower) exhibit high grade gold mineralisation, it appears the Hangingwall and Central BIF units contain the majority of the gold mineralisation at Westralia Underground.

Figure 6 below is a cross section through 10375N (south end of the Westralia pit) and shows the parallel relationship of the separate BIF units, all of which are mineralised. Several very high grade intersections from the recently completed 24 hole drill program are shown with red/white labels. Note previously released Dacian Gold drill holes (13MMRD series) and historic underground drill holes confirm excellent BIF continuity and that the high grade mineralisation is present for over 400m in vertical extent.

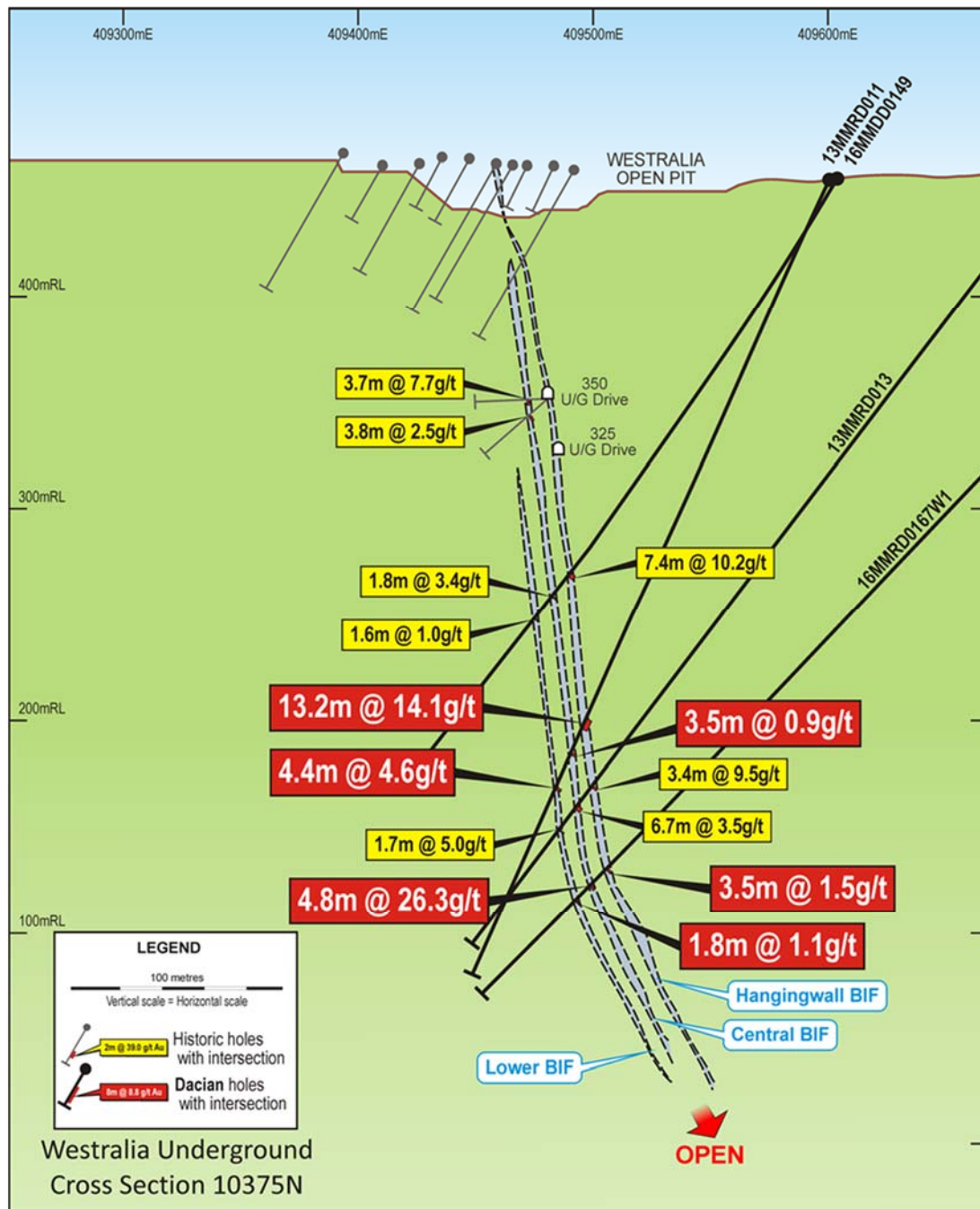


Figure 6: Cross section through 10375N showing high grade development along each of the Hangingwall, Central and Lower BIF units for a vertical distance of over 400m.

Mineralisation associated with the Hangingwall BIF measures in excess of 500m north-south and at least 600m in dip-extent and remains open in several directions. Correspondingly, mineralisation associated with the proximal Central BIF unit is currently identified over 400m in both a north-south direction and vertical extent.

The close parallelism of mineralised BIF units at Westralia Underground will allow the Company to consider the potential for large volume underground mining as part of its Feasibility Study, currently in progress. A similar observation has been made for the Morgans Underground mineralisation and subsequent mining Feasibility Study where combined intersections of 15–35m at grades of 5 g/t Au were reported (see ASX announcement 1 June 2016). This compares favourably with the **39.4m @ 5.4 g/t Au** intersection reported in 16MMDD0149 (see ASX announcement 28 June 2016).

Dacian Gold believes that with an increase in drilling density at the Westralia Prospect, it will likely undergo an upgrading of the resource classification in those areas currently defined as Inferred Mineral Resource to Indicated Mineral Resource. Dacian is currently updating the Mineral Resource for Westralia Underground and anticipates releasing an updated Westralia Mineral Resource in July.

EXPLORATION DRILLING RESULTS

Dacian Gold is committed to maintaining an active and ongoing exploration drilling program at Mt Morgans. Company management strongly believe there exists excellent potential to discover new, high-value Mineral Resources within the MMGP.

During the June quarter, Dacian Gold continued exploration at the following prospects:

- **Jupiter Regional**. The 600 hole reconnaissance RAB/aircore drilling program over new targets in the Jupiter Prospect that commenced in the March quarter continued during the June quarter. Drilling progress has been interrupted by heavy seasonal rains.
Drilling focused initially on sterilisation of the proposed MMGP treatment plant site. Once the sterilisation drilling has been completed, drilling will focus on testing several conspicuous, and previously undrilled, geophysical magnetic anomalies that lie proximal to the existing 1.1 million ounce Jupiter Prospect Mineral Resource. At the end of the June quarter 356 of the proposed 600 holes had been drilled, with all assays awaited.
- **Morgans North RC Drilling**. Results of the 36 RC drill holes (for 4,431m) that were drilled from within and around the existing Morgans North open pit are awaited. The MMGP Scoping Study considered a small cut-back to the Morgans North open pit so as to provide a potentially deeper decline take-off point for the Morgans Underground decline. It is expected the results will be made available in late July and released to the market shortly afterwards.
- **Westralia Footwall BIF**. Results from the 31 RC holes (for 5,122m) that were drilled testing the near-surface interpreted position of the Westralia footwall BIF units are

awaited. Any identification of near-surface mineralisation close to the existing Westralia Prospect resources may provide additional open pit material.

- Europa. The Europa target is a priority geophysical exploration target being a high amplitude magnetic anomaly that lies only 150m south-east of the Doublejay open pit. It represents a 400m long, and potentially Wallaby-style, high grade underground drill target. Dacian Gold had previously completed an ultra-detailed ground magnetic survey over the Jupiter Prospect areas as a means, in part, of better defining the detailed magnetic character of the Europa anomaly. Two diamond drill holes for a total of 930m were drilled early in the quarter and assays are awaited.

MMGP FEASIBILITY STUDY

- Completion of a number of field surveys required for quantifying environmental impacts related to development of the project and as required for regulatory approvals.
- Completion of field work to determine the groundwater regime around the proposed open pit and underground mines as input for mine geotechnical assessments and to determine dewatering requirements.
- Continuation of groundwater exploration drilling programs to locate additional raw water supplies to supplement proposed supply from existing water bores within the project area.
- Completion of detailed civil geotechnical field investigations in and around the areas proposed for construction of the processing plant and associated tailings storage facility.
- Collection of mine geotechnical data from core obtained from diamond drill holes that were part of the major resource in-fill drill program and geotechnical-specific diamond drill holes.
- Advancement of comprehensive metallurgical test-work programs using both RC and diamond core samples obtained from the major resource in-fill drill program to validate initial ore comminution and leach performance data.
- Advancement of detailed process plant, tailings storage facility and site infrastructure design work by GR Engineering Services as required for feasibility cost estimation.
- Engagement of specialist mining consultants Oreology to complete open pit mining study work for the proposed Jupiter open pits and Entech to complete mining study work related to the Westralia underground mining complex.
- Recruitment of a Processing Manager and Mining Manager to assist with finalisation of the MMGP feasibility study and commence preparations for project development.

NEXT STEPS

Having completed the 90,000m in-fill and resource extension drilling program at the Westralia and Jupiter Prospects during the quarter, the following work programs and corresponding ASX announcements are planned for the coming weeks:

- Work programs associated with the Westralia Underground, Morgans Underground and Morgans North open pit Mineral Resource updates have commenced and are planned to be released to the market in July
- Jupiter Prospect Mineral Resource update is also planned to be released in July
- Drilling of the 600-hole reconnaissance drill program at Jupiter Regional and Cameron Well is nearing completion. Initial results are likely to be received in late July and will be released to the market shortly afterwards
- A specialist salt-lake drilling rig has been booked to drill the promising Callisto target located 7km west of the 8 Moz Wallaby gold deposit. Drilling will commence in July

Feasibility Study activities are advanced with the following work streams in progress:

- Environmental impact assessments related to project development and drafting of regulatory approval submissions.
- Metallurgical testwork programs for determination of process plant operating and performance criteria.
- Detailed design of processing plant and tailings storage facility infrastructure, enabling capital cost and operating cost estimation.
- Detailed open pit and underground mine designs and associated schedules for the proposed Jupiter and Westralia mining areas respectively, following finalisation of Mineral Resource estimate updates.
- Publication of Ore Reserve estimates for the Jupiter open pit mining complex and Westralia underground mining complex.

CORPORATE

As at 30 June 2016, the Company had cash reserves of \$9.6 million.

Shares on issue at the end of the June quarter were 133.3 million, an increase of 0.95 million from the previous quarter due to conversion of options. Accordingly, the total number of unlisted options by quarter-end had reduced to 13.15 million.

For and on behalf of the Board



Rohan Williams
Executive Chairman

About Dacian Gold Limited

The Mt Morgans Gold Project hosts high grade Mineral Resources of 3.0 million ounces at an average grade of 2.2 g/t gold. In addition, the Company has identified multiple exploration targets and resource extension opportunities. If proven, they will enable growth of the Mt Morgans' existing Mineral Resource and Ore Reserve base.

Dacian Gold has a strong Board and Management team which includes Rohan Williams as Executive Chairman; Robert Reynolds, Barry Patterson and Ian Cochrane as non-executive directors.

Dacian Gold's strategy at Mt Morgans is evolving toward potential mine development. It has identified two large mineralised systems at Westralia and Jupiter where it believes simultaneous mine development at each site is a possibility, and will be the subject of ongoing drilling and feasibility studies.

Dacian Gold is fully funded to complete the MMGP Feasibility Study, complete a major 90,000m resource in-fill drill program currently underway and maintain an active exploration program aimed at identifying new, high value mineral resources with the Mt Morgans project.

For further information visit: www.daciangold.com.au or please contact:

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APPENDIX I

Mount Morgans Gold Project Mineral Resources as at 15 September 2015

Deposit	Cut-off	Measured			Indicated			Inferred			Total Mineral Resource		
	Au g/t	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
King Street*	0.5	-	-	-	-	-	-	532,000	2.0	33,000	532,000	2.0	33,000
Jupiter	0.5	-	-	-	13,066,000	1.4	605,000	13,484,000	1.1	480,000	26,550,000	1.3	1,085,000
Jupiter LG Stockpile	0.5	3,494,000	0.5	58,000	-	-	-	-	-	-	3,494,000	0.5	58,000
Westralia	2.0	235,000	4.6	35,000	1,961,000	4.7	293,000	7,074,000	5.2	1,192,000	9,269,000	5.1	1,520,000
Craic*	0.5	-	-	-	69,000	8.2	18,000	120,000	7.1	27,000	189,000	7.5	46,000
Transvaal	2.0	367,000	5.8	68,000	404,000	5.3	69,000	482,000	4.7	73,000	1,253,000	5.2	210,000
Ramornie	2.0	-	-	-	156,000	4.1	21,000	285,000	3.9	36,000	442,000	4.0	57,000
Total		4,096,000	1.2	161,000	15,656,000	2.0	1,006,000	21,978,000	2.6	1,842,000	41,730,000	2.2	3,008,000

Mt Morgans Gold Project Ore Reserves as at 15 September 2015

Deposit	Cut-off Grade	Proved			Probable			Total		
	Au g/t	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
Craic	3.9	-	-	-	28,000	9.2	8,000	28,000	9.2	8,000
Total		-	-	-	28,000	9.2	8,000	28,000	9.2	8,000

In relation to Mineral Resources and Ore Reserves, the Company confirms that all material assumptions and technical parameters that underpin the relevant market announcement continue to apply and have not materially changed.

Competent Person Statement

Exploration

The information in this report that relates to Exploration Results is based on information compiled by Mr Rohan Williams who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Williams consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears.

Mineral Resources and Ore Reserves

The information in this report that relates the Westralia, Jupiter and Transvaal Mineral Resource (see ASX announcement – 16th September, 2015) and the Ramornie Mineral Resource (see ASX announcement – 24th February, 2015) is based on information compiled by Mr Shaun Searle who is a Member of Australian Institute of Geoscientists and a full time employee of RPM. Mr Searle has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which

he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Searle consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates the Jupiter Low Grade Stockpile (see ASX announcement – 16th September, 2015) and is based on information compiled by Mr Rohan Williams who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd. Mr Williams has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Williams consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources (other than Westralia, Jupiter, Jupiter Low Grade Stockpile, Transvaal, and Ramornie which are reported under JORC 2012) is based on information compiled by Mr Rohan Williams, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Williams holds shares and options in, and is a director and full time employee of, Dacian Gold Ltd.

Where the Company refers to the Mineral Resources in this report (referencing this release made to the ASX), it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the resource estimate with that announcement continue to apply and have not materially changed.

The information in this report that relates to Ore Reserves is based on information compiled by Mr Bill Frazer, a director and full time employee of Mining One Pty Ltd and a Member of The Australasian Institute of Mining and Metallurgy. Mr. Williams and Mr Frazer have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Williams and Mr Frazer consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

All information relating to Mineral Resources and Ore Reserves (other than the King Street and Craic) were prepared and disclosed under the JORC Code 2012. The JORC Code 2004 Mineral Resource and Ore Reserve have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last updated.

APPENDIX II – TENEMENT SCHEDULE (with respect to tenement changes in the quarter, refer to Appendix 5B, sections 6.1 and 6.2).

Tenement Type	Tenement	Status	Location	Ownership
P	38/4093	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	38/4094	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	38/4095	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	38/2951	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1310	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1713	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1714	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1715	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1787	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1950	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1951	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1952	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	39/1967	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0001	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0002	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0003	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0004	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0005	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
G	39/0006	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0010	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0057	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0244	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0245	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
L	39/0246	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0395	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0396	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0548	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0595	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	38/0848	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0018	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0036	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0208	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0228	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0236	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0240	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0248	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0250	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0261	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0264	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0272	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
M	39/0273	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0282	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0287	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0291	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0295	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0304	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0305	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0306	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0333	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0380	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0390	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0391	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0392	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0393	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0394	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0395	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0403	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0441	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0442	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0443	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0444	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0497	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0501	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0502	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0503	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0504	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0513	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0745	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0746	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0747	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0799	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0937	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0938	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/0993	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
M	39/1107	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4800	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4801	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4807	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4808	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4810	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4811	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4812	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4813	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
P	39/4814	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/4815	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5358	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5359	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5360	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5361	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5362	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5363	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5364	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5365	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5366	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5367	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5368	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5369	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5370	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5371	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5372	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5374	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5375	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5377	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5378	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5379	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5380	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5381	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5382	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5383	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5384	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5385	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5386	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5387	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5388	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5389	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5390	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5391	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5392	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5393	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5394	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5425	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5426	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5427	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5461	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5469	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5475	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
P	39/5476	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5477	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5478	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5479	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5490	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5491	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5492	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5493	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5494	Granted	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5498	Application	Mt Morgans WA	Dacian Gold Ltd (100%)

Appendix 5B

Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

Dacian Gold Limited

ABN

61 154 262 978

Quarter ended ("current quarter")

30 June 2016

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation	(7,419)	(17,396)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(601)	(2,142)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	107	317
1.5	Interest and other costs of finance paid	-	(2)
1.6	Income taxes paid	-	-
1.7	Other – R&D tax credit	-	556
	Net Operating Cash Flows	(7,913)	(18,667)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(65)	(526)
	(d) bonds	-	-
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
	(d) bonds redeemed	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other	-	-
	Net investing cash flows	(65)	(526)
1.13	Total operating and investing cash flows (carried forward)	(7,978)	(19,193)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(7,978)	(19,193)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	654	25,670
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	(18)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	(42)	(1,435)
	Net financing cash flows	612	24,217
	Net increase (decrease) in cash held	(7,366)	5,024
1.20	Cash at beginning of quarter/year to date	17,015	4,625
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	9,649	9,649

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

	Current quarter \$A'000
1.23 Aggregate amount of payments to the parties included in item 1.2	164
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

- Remuneration of directors - \$164k;

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Nil

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,860
4.2 Development	-
4.3 Production	-
4.4 Administration	770
Total	2,630

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	6,139	3,453
5.2 Deposits at call	3,510	13,562
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	9,649	17,015

Changes in interests in mining tenements

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity quarterly report

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	Nil			
6.2 Interests in mining tenements acquired or increased	M39/1107	Application	Nil	Nil

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference + securities (description)	-	-		
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	133,306,254	133,306,254		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	950,000 -	- -		
7.5 +Convertible debt securities (description)	-	-		

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
	5,700,000	-	\$0.83	9 October 2017	
	500,000	-	\$0.56	28 February 2019	
	1,000,000	-	\$0.64	24 September 2019	
	2,000,000	-	\$0.45	17 November 2019	
	1,500,000	-	\$1.21	30 September 2020	
	1,650,000	-	\$1.22	31 January 2021	
	300,000	-	\$2.05	28 February 2021	
	500,000	-	\$3.72	30 June 2021	
7.8	Issued during quarter	500,000	--	\$3.72	30 June 2021
7.9	Exercised during quarter	450,000	-	\$0.83	9 October 2017
	500,000	-	\$0.56	28 February 2019	
7.10	Expired during quarter	-	-		
7.11	Debentures (totals only)	-	-		
7.12	Unsecured notes (totals only)	-	-		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

Company Secretary

Date: 18 July 2016

Print name:

Kevin Hart

+ See chapter 19 for defined terms.

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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