

2 September 2013

**INVESTMENT HIGHLIGHTS**

- 100% ownership of the high grade Mt Morgans Gold Project, Laverton District in WA
- Ore Reserve of 136,000oz at 6.2g/t Au
- Mineral Resources of 923,000oz at 3.1g/t Au (inclusive of reserves).
- Multiple high grade targets to be drilled, testing below existing resources as well as large scale conceptual targets.
- Minimum ore reserve target of 500,000 ounces.
- \$15M in cash as at 30 June 2013.

**BOARD OF DIRECTORS**

Rohan Williams

*Non-Executive Chairman*

Paul Payne

*Managing Director*

Barry Patterson

*Non-executive Director*

Robert Reynolds

*Non-executive Director*

ASX code: "DCN"

**Dacian Gold Limited**

ABN 61 154 262 978

**DRILLING COMMENCES AT JUPITER**

Dacian Gold Limited ("Dacian") is pleased to announce that drilling has commenced at the Jupiter prospect which is part of its 100% owned Mt Morgans Gold Project, 40km west of Laverton in the North Eastern Goldfields of Western Australia.

Gold mineralisation at the Jupiter prospect occurs in a 2km long corridor and is associated with syenite intrusions as well as gently dipping, higher grade structures. The geology and style of mineralisation is analogous to the nearby >7Moz Wallaby deposit.

Dacian's initial drilling program at Jupiter consists of broad spaced, 200–300m deep diamond holes to test for down plunge continuity of the mineralised syenite rocks, and to test for the flat lying, high grade structures that are interpreted to occur in the area. The location of planned holes is shown in Figure 1.

The initial 8 to 10 hole program will test the southern zones of Ganymede and Heffernan's where previous drilling is limited to 80m. Substantial zones of mineralisation have been intersected and remain open at depth. Previous intersections from drilling in the 1990s include:

- 26m at 2.6g/t from 14m in HRC182
- 56m at 1.6g/t from 36m in 95GARC016
- 62m at 0.8g/t from 36m in HRC157
- 83m at 0.7g/t from 0m in 95HFRC003
- 81m at 0.6g/t from 2m in 95HFRC013g/t

Managing Director Paul Payne commented "Our initial drilling at Jupiter will test the potential for continuation of the extensive syenite hosted gold mineralisation at the prospect. It will also allow us to better define the potential for the existence of high grade Wallaby style lodes beneath the shallow historic drilling."

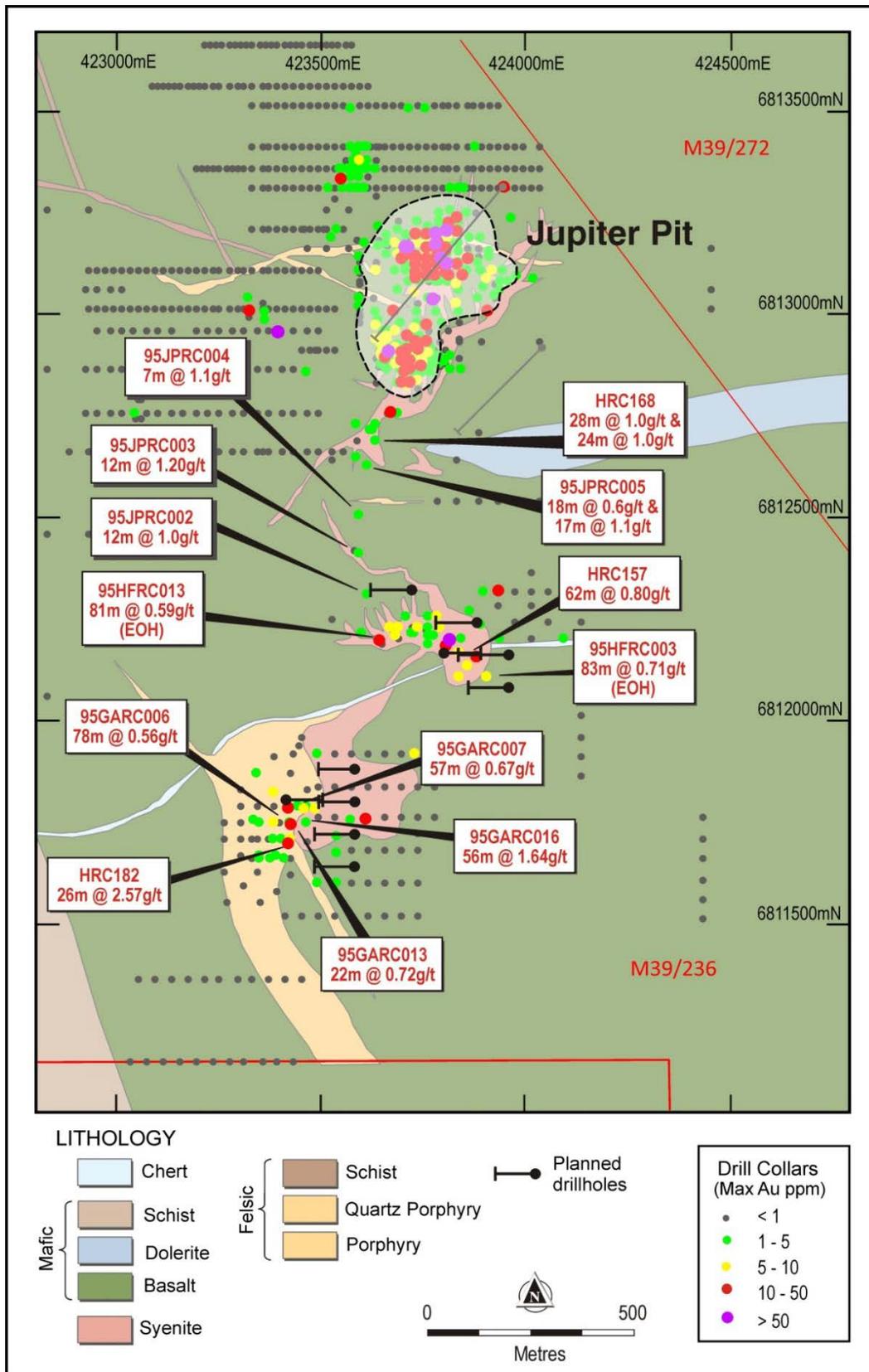


Figure 1: Jupiter Plan Showing Historic Intersections and Planned Dacian Drill Holes

## About Dacian Gold Limited

Dacian Gold Limited is a well-funded, Western Australian focused gold exploration and development company, headquartered in Perth. In November 2012, the company raised \$20 million in its IPO to explore its 100% owned Mt Morgans gold project, located in the Laverton District of Western Australia's North Eastern Goldfields.

The Mt Morgans Project hosts high grade JORC Code compliant Mineral Resources of 923,000 ounces at an average grade of 3.1g/t gold, including JORC Code compliant Ore Reserves of 136,000 ounces at an average grade of 6.2g/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 non-executive Chairman and Paul Payne as Managing Director; and Robert Reynolds (formerly non-executive Chairman of Avoca Resources Ltd) and Barry Patterson (co-founder and non-executive Director of GR Engineering Ltd) as non-executive directors.

Visit: [www.daciangold.com.au](http://www.daciangold.com.au)

For further information, please contact:

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## Mineral Resources and Ore Reserves

A summary of the Mineral Resources and Ore Reserves at the Mt Morgans Project is shown below.

### Mt Morgans Gold Project Mineral Resources

Deposit	Cutoff Grade Au g/t	Measured			Indicated			Inferred			Total		
		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	1.5							811,000	2.8	73,000	811,000	2.8	73,000
Westralia	0.5	646,000	3.9	80,000	1,385,000	2.9	129,000	1,300,000	3.7	155,000	3,331,000	3.4	364,000
Craic	0.5				69,000	8.2	18,000	120,000	7.1	27,000	189,000	7.5	46,000
Transvaal	0.5	1,549,000	3.2	159,000	1,176,000	2.7	102,000	926,000	2.2	66,000	3,650,000	2.8	327,000
Ramornie	0.5				189,000	3.6	22,000	138,000	2.8	13,000	326,000	3.3	34,000
Morgans North	0.5				290,000	2.6	25,000	169,000	3.8	20,000	459,000	3.1	45,000
<b>Total</b>		<b>2,194,000</b>	<b>3.4</b>	<b>240,000</b>	<b>3,108,000</b>	<b>3</b>	<b>296,000</b>	<b>3,996,000</b>	<b>3.0</b>	<b>387,000</b>	<b>9,298,000</b>	<b>3.1</b>	<b>923,000</b>

### Mt Morgans Gold Project Ore Reserves

Deposit	Cutoff Grade Au g/t	Proved			Probable			Total		
		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
Transvaal	3.4	380,000	6.2	76,000	271,000	6.0	52,000	651,000	6.1	128,000
<b>Total</b>		<b>380,000</b>	<b>6.2</b>	<b>76,000</b>	<b>299,000</b>	<b>6.3</b>	<b>61,000</b>	<b>679,000</b>	<b>6.2</b>	<b>136,000</b>

### Competent Person Statement

The information in this report that relates to Mineral Resources and exploration results is based on information compiled by Mr Paul Payne, a director and full time employee of Dacian Gold Limited and a Member of The Australasian Institute of Mining and Metallurgy. 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 Payne 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 a Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Payne 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.