

27 October 2014

QUARTERLY ACTIVITIES REPORT TO 30 SEPTEMBER 2014

Highlights

- Wide-spaced diamond drilling confirms high grade mineralisation at Westralia is at least 3km long and is open at depth. It is significantly larger than previously recognised. Better results include:
 - **2m @ 18.0 g/t gold**
 - **2m @ 8.6 g/t gold**
 - **1.8m @ 7.9 g/t gold**
 - **4.2m @ 6.8 g/t gold**
 - **4.8m @ 3.5 g/t gold**
 - **3.9m @ 3.0 g/t gold**
- Westralia framework drill hole 14MMRD022 intersected **13.9m @ 3.7 g/t gold** on the Ramornie Structure, 175m below the previous deepest drilling at Ramornie.
- Drill results continue to confirm excellent continuity of high grade mineralisation over good thickness is present on the Cornwall Shear Zone at Jupiter. Better results include:
 - **3m @ 9.5 g/t gold**
 - **6m @ 3.9 g/t gold**
 - **16m @ 2.0 g/t gold**
 - **8m @ 1.8 g/t gold**
 - **11m @ 1.3 g/t gold**
 - **16m @ 1.0 g/t gold**
 - **9m @ 4.3 g/t gold**
 - **4m @ 4.6 g/t gold**
 - **6m @ 3.1 g/t gold**
 - **7m @ 2.9 g/t gold**
 - **11m @ 2.0 g/t gold**
 - **11m @ 1.8 g/t gold**

Corporate

- The company remains well funded with \$9.4 million in cash as at 30 September 2014.
- James Howard commenced work as Dacian's Project Manager during the quarter.

EXPLORATION

September Quarter Overview

Dacian's stated FY2015 exploration strategy is to:

- 1) determine the mineralisation limits of the recently discovered Millionaires Shoot at Westralia and the Cornwall Shear Zone (CSZ) at Jupiter, and
- 2) define the size of the ore systems at Westralia and Jupiter.

The Company's exploration work completed in the September Quarter was principally focused on:

- Completion of a major 14 hole, 9000m framework diamond drilling program that successfully confirmed the presence of high grade mineralisation over a 3km length along strike of, and below the Westralia gold mine.
- Completion of a 55 hole, 7000m RC drilling program at Jupiter that confirmed the potential for open pit mining at Jupiter where the CSZ intersects the Hefferans syenite and also away from, and along strike of the syenite.
- Testing for outcropping mineralisation associated with the prominent ridges that make up the Hefferans syenite.

Both Westralia and Jupiter prospect locations are shown in Figure 1.

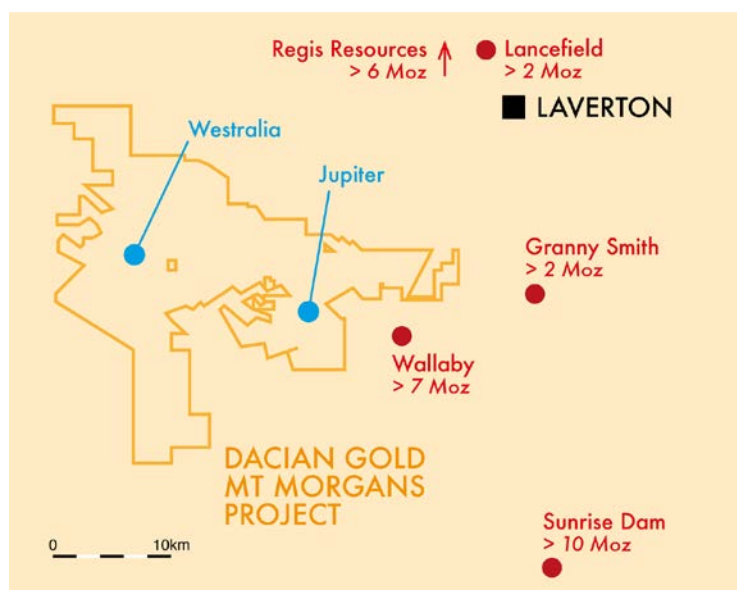


Figure 1: Regional Location Map showing the position of Dacian's Westralia and Jupiter Projects

Westralia

Gold mineralisation was discovered at Westralia in 1896. The gold occurs within a well-defined banded iron formation (BIF) unit from which approximately 900koz at 4.5 g/t gold was produced up to 1998. When added to the current 2013 Resource estimate, the pre-mined resource at Westralia is over 1.5 million ounces at a grade of 5.1 g/t. Much of this pre-mined resource occurs over a horizontal strike distance of 1.5km and lies within 500m of the surface. Globally, the deposit has an endowment level of around 3,000 ounces per vertical metre (OVM), making it a highly mineralised gold deposit of significance in the WA gold fields.

Westralia is a Significantly Larger Gold System than Previously Recognised

During the September quarter, a total of 14 diamond drill holes for 9000m were drilled to a depth of between 140–680m below surface. The exploratory drill holes tested a 3km strike of BIF and have confirmed the mineralised BIF horizon at Westralia is appreciably larger than previously recognised. Figure 2 below shows the location of the planned drill holes in relation to the existing Westralia and Morgans North deposits.

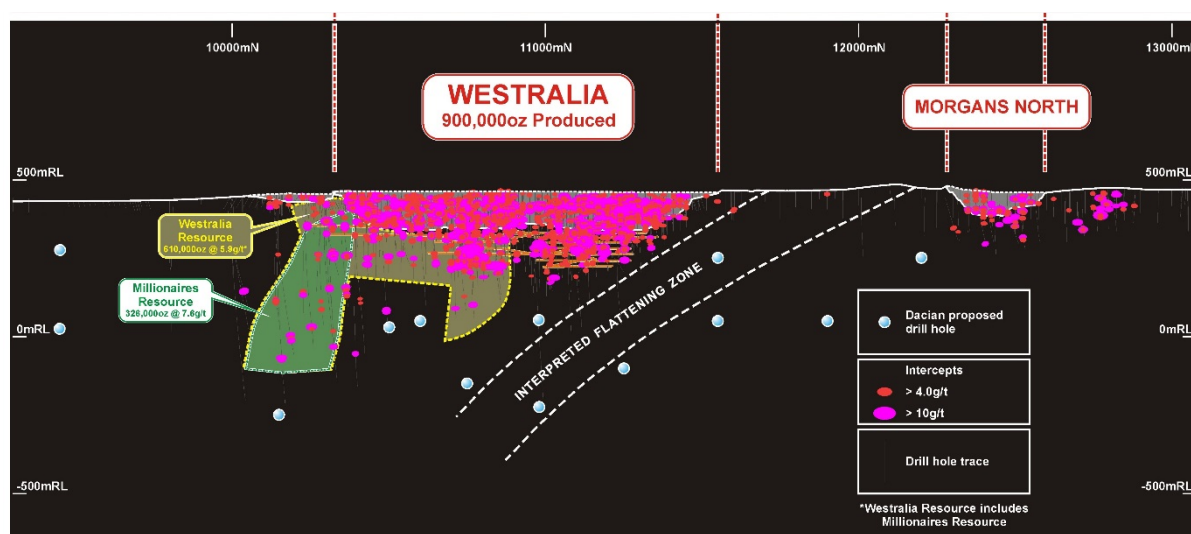


Figure 2: Location of the planned reconnaissance diamond drill holes testing a 3km strike of the Westralia BIF. Note the location of the “Interpreted Flattening Zone.” See text for description.

The purpose of the drilling program was to test the possibility that the Westralia and Morgans North ore positions belong to a larger ore system, and not as two separate ore bodies, as they have been interpreted historically. Table 1 is a summary of the key results returned from all holes. See ASX announcement dated 15 October 2014 (*Drilling confirms significantly larger gold system at Westralia*) for full details and disclosures.

Hole ID	Intersection (m @ g/t gold)	Approximate Depth Below Surface	Comments
14MMRD024	2.0m @ 18.0 g/t	310m	Footwall BIF
14MMRD025	2.0m @ 8.6 g/t	430m	Hangingwall BIF
14MMRD026W1	4.2m @ 6.8 g/t	450m	BIF
14MMRD022	1.8m @ 7.9 g/t	680m	Hangingwall BIF
14MMRD022	13.9m @ 3.7 g/t	290m	Ramornie Shear
14MMRD021	4.8m @ 3.5 g/t	590m	BIF
14MMRD027	3.9m @ 3.0 g/t	140m	Hangingwall BIF
14MMRD017	0.7m @ 2.8 g/t	340m	BIF
14MMRD019	6.0m @ 1.5 g/t	300m	BOB Shear, no BIF
14MMRD023	2.8m @ 1.5 g/t	510m	Hangingwall BIF
14MMRD020	3.0m @ 0.6 g/t	640m	Sheared contact, no BIF
14MMRD026	NSA	490m	Sheared contact, no BIF
	NSA	No Significant Assay	

Table 1: Summary of significant intersections from wide-spaced diamond drilling over a 3km strike of the Westralia BIF.

Figure 3 is a long section showing the results of 11 of the 14 holes completed during the quarter. The Company considers the results to be highly significant and notes:

- Six of the eleven drill holes testing a 3km strike of BIF have intersected high grade mineralisation over good widths. All intersections are hundreds of metres away from existing resources and /or mine workings.
- Four of the five holes drilled in the 800m long “Interpreted Flattening Zone” between the northern end of Westralia and Morgans North intersected high grade mineralisation.
- All but one of the holes tested between 100m and 400m below the previous limit of drill testing over the 3km strike.

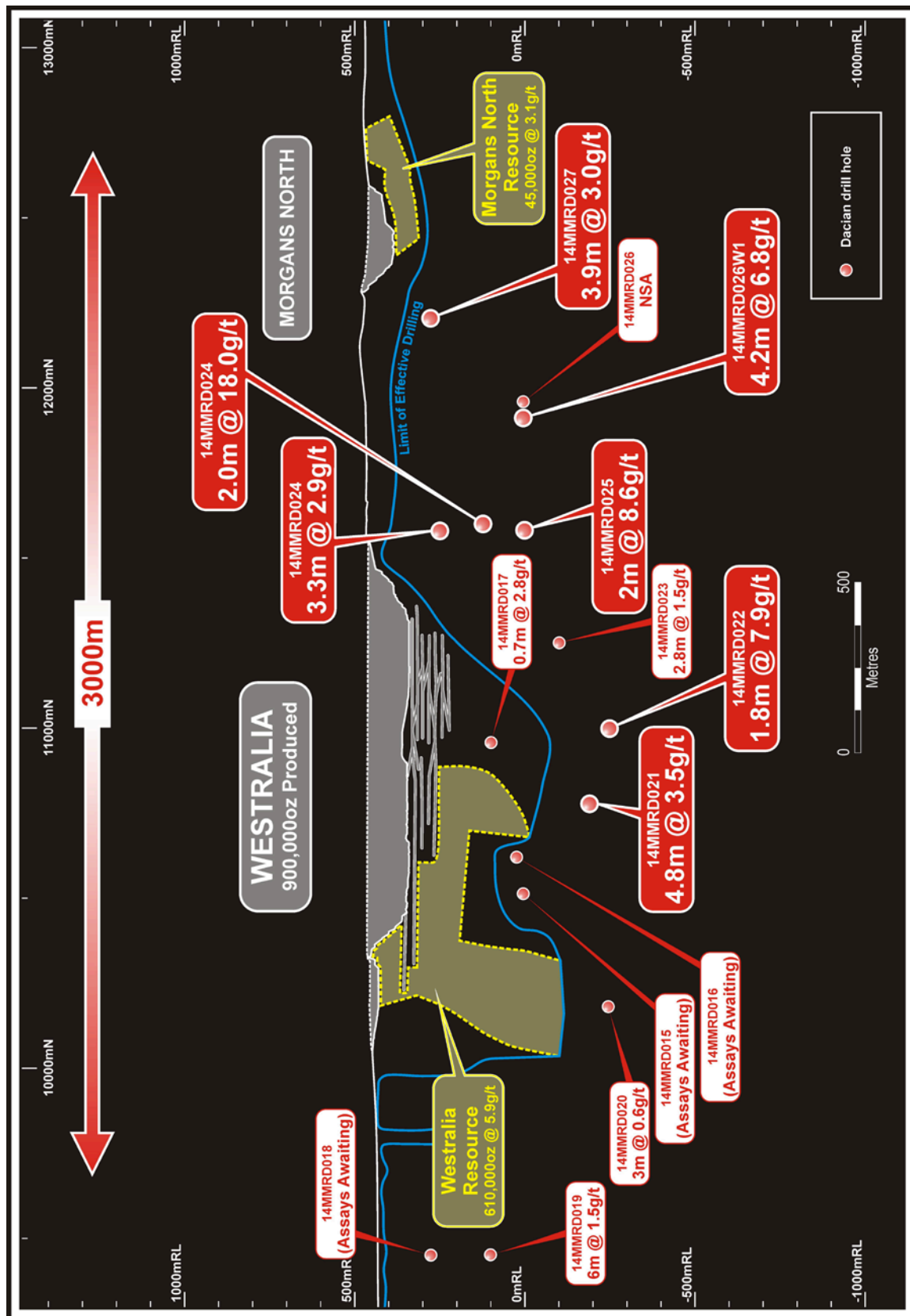


Figure 3: Long section showing the results from Dacian's wide-spaced reconnaissance testing of the 3km strike of the Westralia BIF. Numerous high grade intersections are present from areas previously not drilled - note also the previous limit of effective drilling. The drilling confirms the Westralia gold mineralisation system is significantly larger than previously recognised.

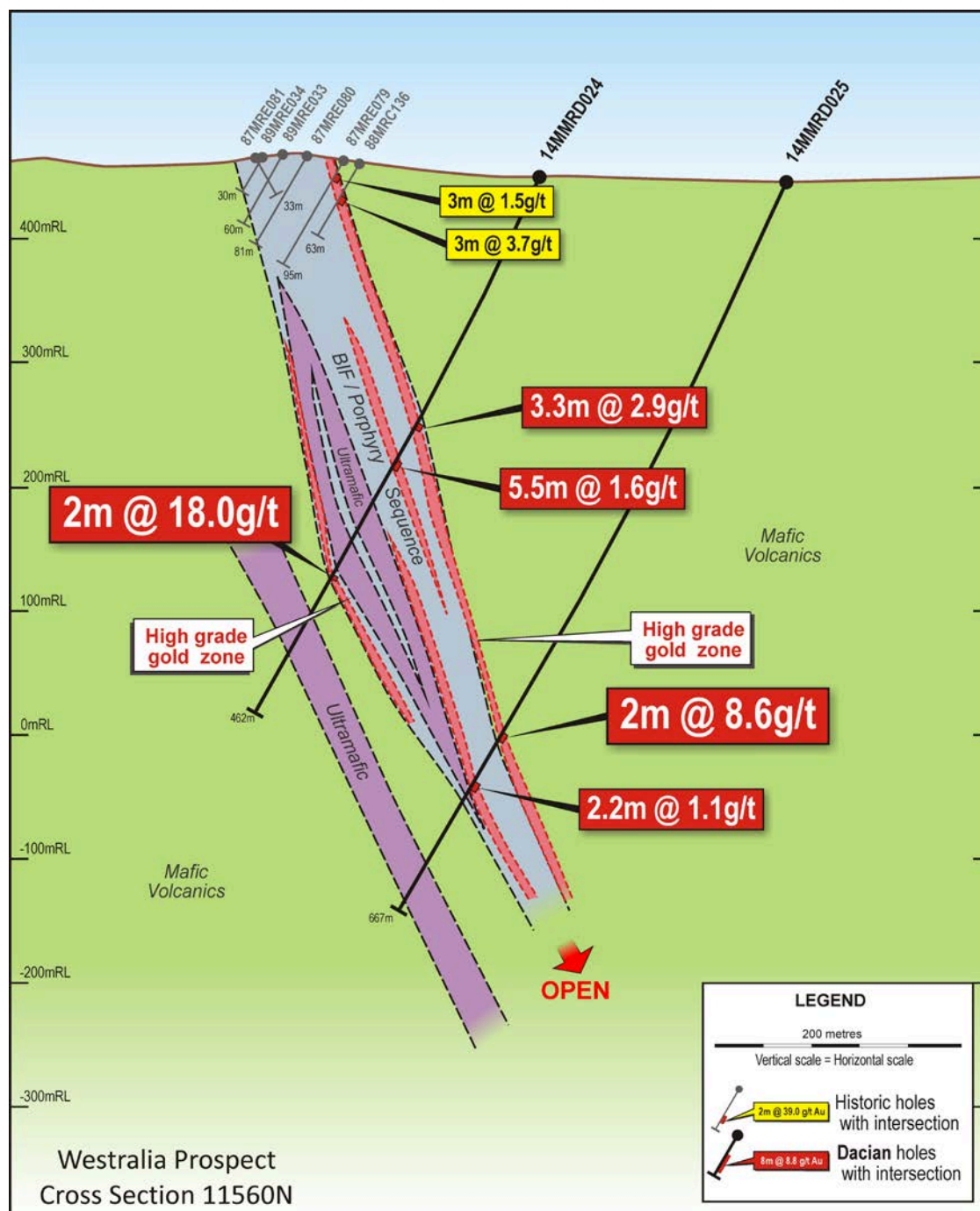


Figure 4: Cross-section 11560mN showing results from Dacian drill holes 14MMRD024 and 14MMRD025.

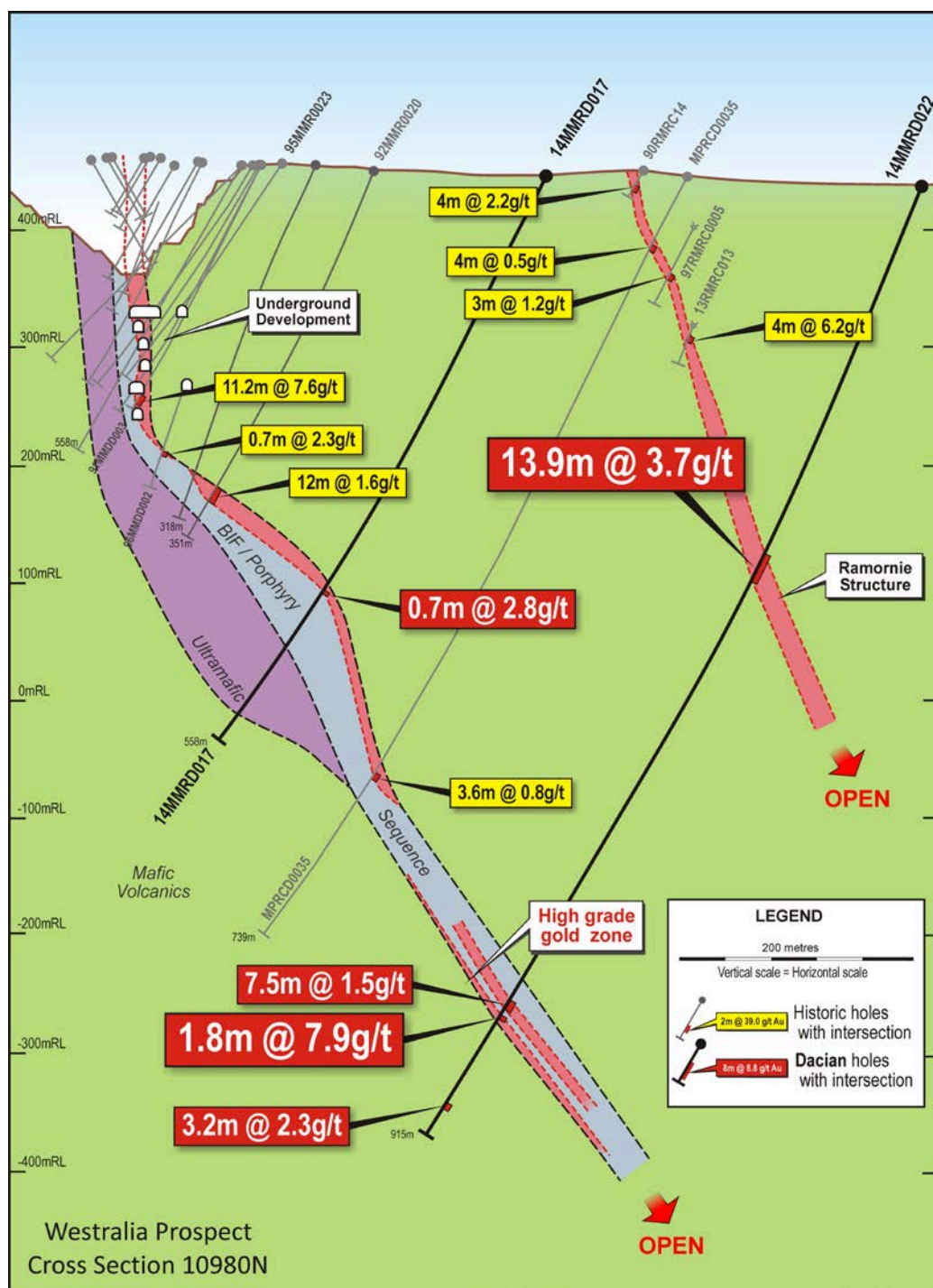


Figure 5: Cross-section 10980mN showing results from Dacian drill holes 14MMRD017 and 14MMRD022. Note the Ramornie intersection in 14MMRD022.

New Ramornie Intersection

In drill testing the targeted BIF horizon along strike and below the defined ore positions at Westralia, one hole, 14MMRD022, passed through the projected position of the Ramornie Structure 175m below the Ramornie open pit. See ASX announcement dated 9 October 2014 (*Westralia drilling intersects high grade Ramornie Structure 175m below historic drilling*) for full details and disclosures.

The new Ramornie intersection returned **13.9m at 3.7g/t gold** from 347m including 4.4m at 6.8 g/t gold from 356.5m. Figure 5 is a cross-section showing the position of the Ramornie intersection 400m into the hangingwall of the Westralia BIF (in which 14MMRD022 also intersected 1.8m @ 7.9 g/t gold).

TEM Surveys on the Westralia BIF

Gold mineralisation on the Westralia BIF is associated with pyrrhotite and pyrite replacement of magnetite within zones of alteration. It is apparent that gold is developed within zones of strong sulphide development suggesting that detecting accumulations of massive sulphide within the BIF may be a good locator for gold mineralisation. Transient Electromagnetic Surveys (TEM) are a common geophysical tool for detecting massive sulphides.

During the quarter the Company completed down-hole TEM (DHEM) on 12 of the 14 holes that were part of the wide-spaced reconnaissance drilling program completed by Dacian, plus an additional six holes that were previously drilled by Dacian in 2013. By completing DHEM on 18 holes, the Company believes any significant accumulation of massive sulphides will be detected by the DHEM surveys along the 3km strike of prospective BIF; and be worthy of immediate drill follow-up.

Jupiter

Previous operators discovered and mined in excess of 170,000 ounces from the 140m deep Jupiter pit in the mid-1990s. Both Jupiter, and the nearby world-class + 7 million ounce Wallaby gold deposit, located only 8km south-east of Jupiter, share similar, yet unusual, geological features including near flat-dipping lode gold mineralisation associated with magnetic anomalies developed around sub-vertical syenite intrusive bodies.

As part of an initial assessment into the prospectivity of Jupiter, Dacian completed during the quarter, a 55 hole, 7000m RC drilling program aimed at testing an 800m segment of the Cornwall Shear Zone (CSZ) for open pit potential. The drilling was to specifically target:

- (i) where the CSZ intersects the Heffernans syenite.
- (ii) where the CSZ is exposed at, and near the surface, away from Heffernans.

Several isolated areas in and around the Heffernans syenite were unable to be drill tested due to the steep-sided and rocky outcrop nature of the syenite. It was in these areas which were not able to be drilled that eleven linear surface transects were completed in order to test for at-surface anomalism or mineralisation (see Figure 6).

RC Drilling Program

During the quarter, assay results from the remaining 38 of the initial 55 holes testing the CSZ were returned. See ASX announcements dated 23 July 2014 (*Initial drilling confirms open pit potential at Jupiter*) and 13 October 2014 (*Drilling results confirm open pit potential at Jupiter*) for all RC drilling details and disclosures.

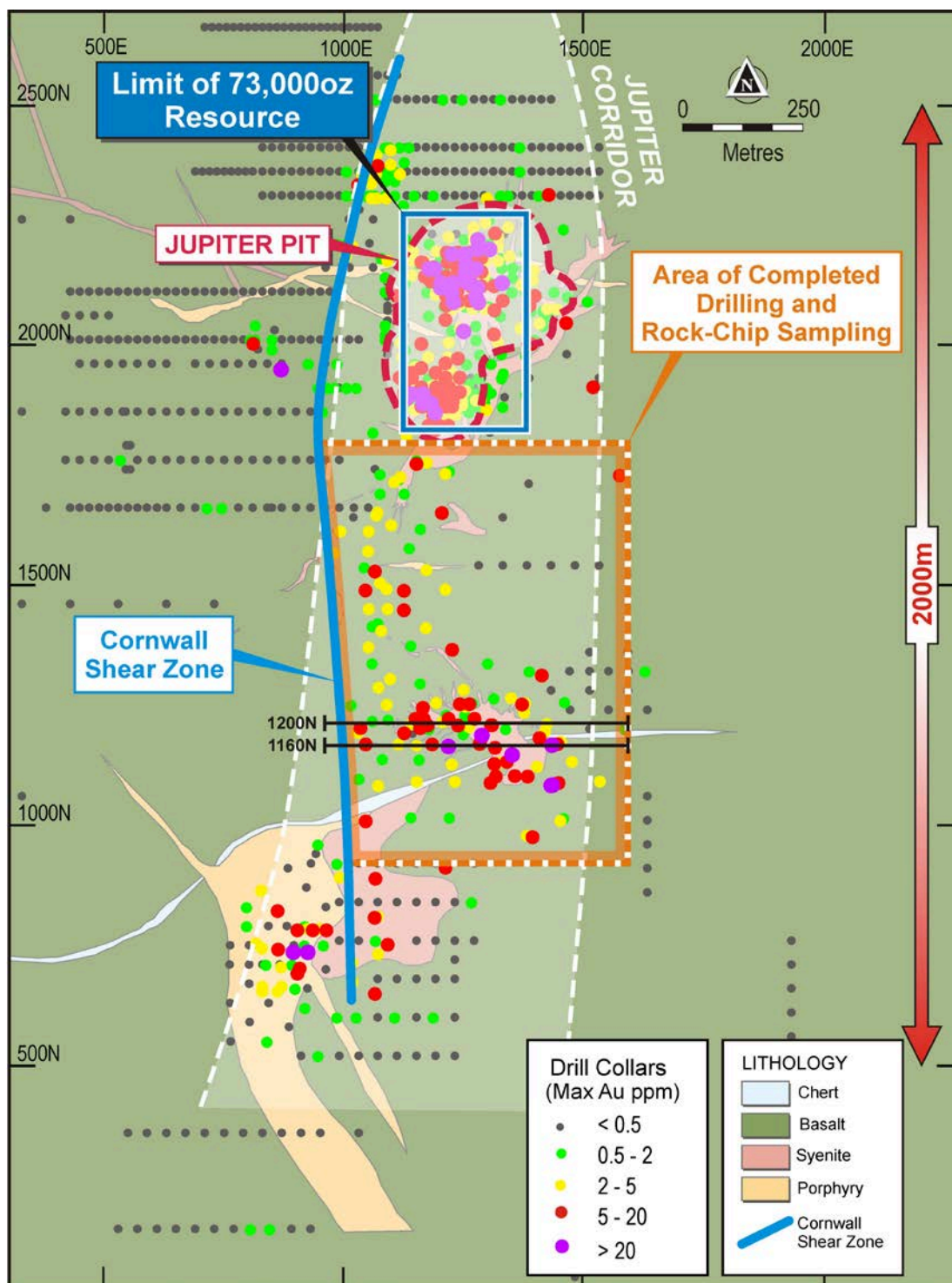


Figure 6: Plan showing the area where drilling and surface rock chip sampling programs were completed during the September quarter. Also highlighted is the location of two cross sections shown in this report as Figures 7 and 8.

Significant drill results returned during the quarter are shown in Table 2, and in cross section in Figures 7 and 8.

Hole ID	Intersection (m @ g/t gold)	From	Comments
14JURC028	3m @ 9.5 g/t	39m	CSZ intersecting the Heffernans Syenite
14JURC069	6m @ 3.9 g/t	157m	CSZ intersecting the Heffernans Syenite
14JURC077	16m @ 2.0 g/t	136m	CSZ intersecting the Heffernans Syenite
14JURC028	8m @ 1.8 g/t	17m	CSZ intersecting the Heffernans Syenite
14JURC025	9m @ 4.3 g/t	206m	Footwall structure to CSZ
14JURC026	11m @ 1.3 g/t	53m	Hangingwall structure to CSZ
14JURC026	16m @ 1.0 g/t	103m	Hangingwall structure to CSZ
14JURC013	4m @ 4.6 g/t	32m	CSZ north of Heffernans Syenite
14JURC054	6m @ 3.1 g/t	10m	CSZ north of Heffernans Syenite
14JURC056	7m @ 2.9 g/t	48m	CSZ north of Heffernans Syenite
14JURC053	11m @ 2.0 g/t	90m	CSZ north of Heffernans Syenite
14JURC049	11m @ 1.8 g/t	86m	CSZ north of Heffernans Syenite
14JURC052	14m @ 0.9 g/t	25m	CSZ north of Heffernans Syenite
14JURC061	2m @ 3.1 g/t	60m	CSZ south of Heffernans Syenite
14JURC058	4m @ 1.9 g/t	45m	CSZ south of Heffernans Syenite
14JURC065	3m @ 1.5 g/t	0m	CSZ south of Heffernans Syenite

Table 2: Summary of significant intersections from RC drilling along the CSZ at Jupiter during the quarter.

Figure 7 is cross-section 1200N through Heffernans and shows the continuity of thick high grade mineralisation on the CSZ within the syenite body. The mineralisation can be seen to extend for over a dip-extent of 350m along the CSZ. Note the cross-section also shows the development of high grade mineralisation in the hangingwall of the CSZ (that is above the CSZ, see for example 2m @ 9.9 g/t, 3m @ 7.3 g/t, 6m @ 2.4 g/t, 4m @ 1.6 g/t, and 13m @ 1.3 g/t). This high grade mineralisation was also intersected on two of the holes returned during the quarter (see Table 2) with better results including 11m @ 1.3 g/t from 53m and 16m @ 1.0 g/t from 103m.

Figure 8 is cross-section 1160N and is 40m south of the cross-section shown in Figure 7. As seen on cross-section 1200N, the CSZ is well mineralised over a dip-extent of 400m. New results from the quarter include confirmation of high grade mineralisation developed in the CSZ near surface as seen in 3m @ 9.5 g/t from 39m. Also shown in Figure 8 are the results of the surface rock-chip sampling program which was able to confirm at-surface high grade mineralisation up to 18m in length.

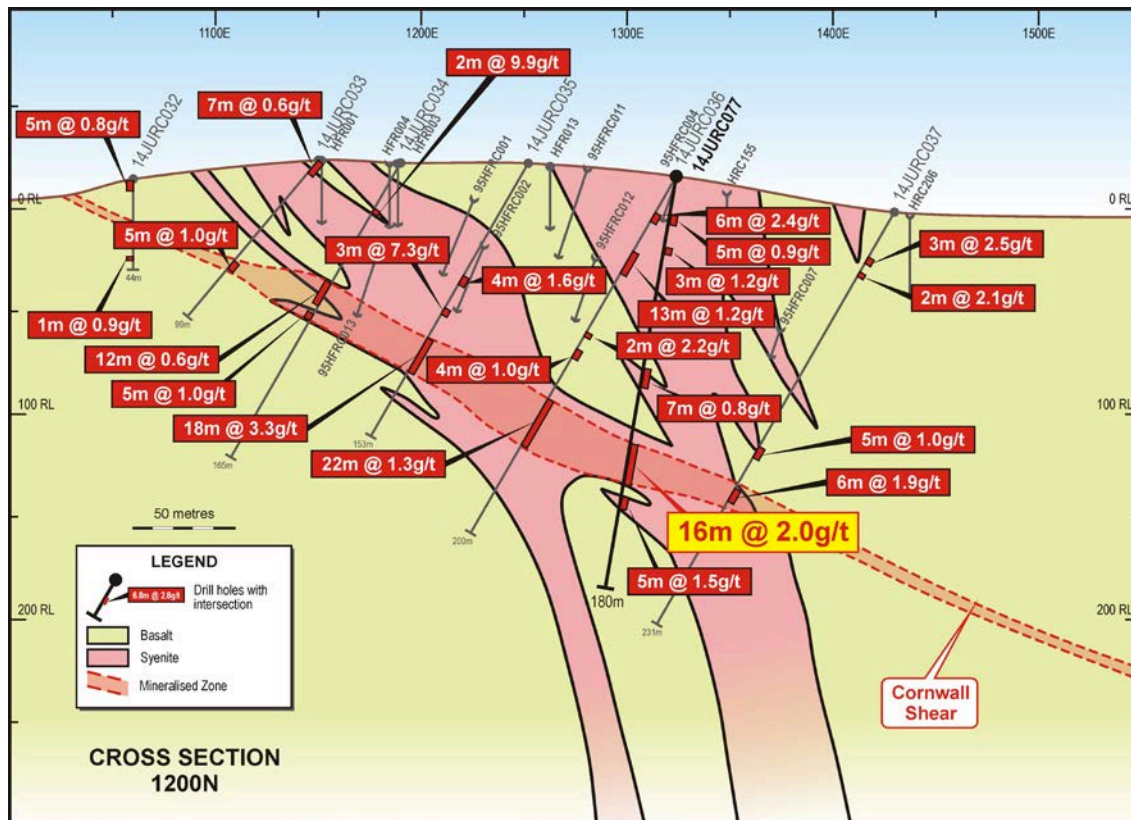


Figure 7: Cross section 1200N through Heffernans showing the location of drill hole 14JURC077 (yellow box) which was returned during the quarter.

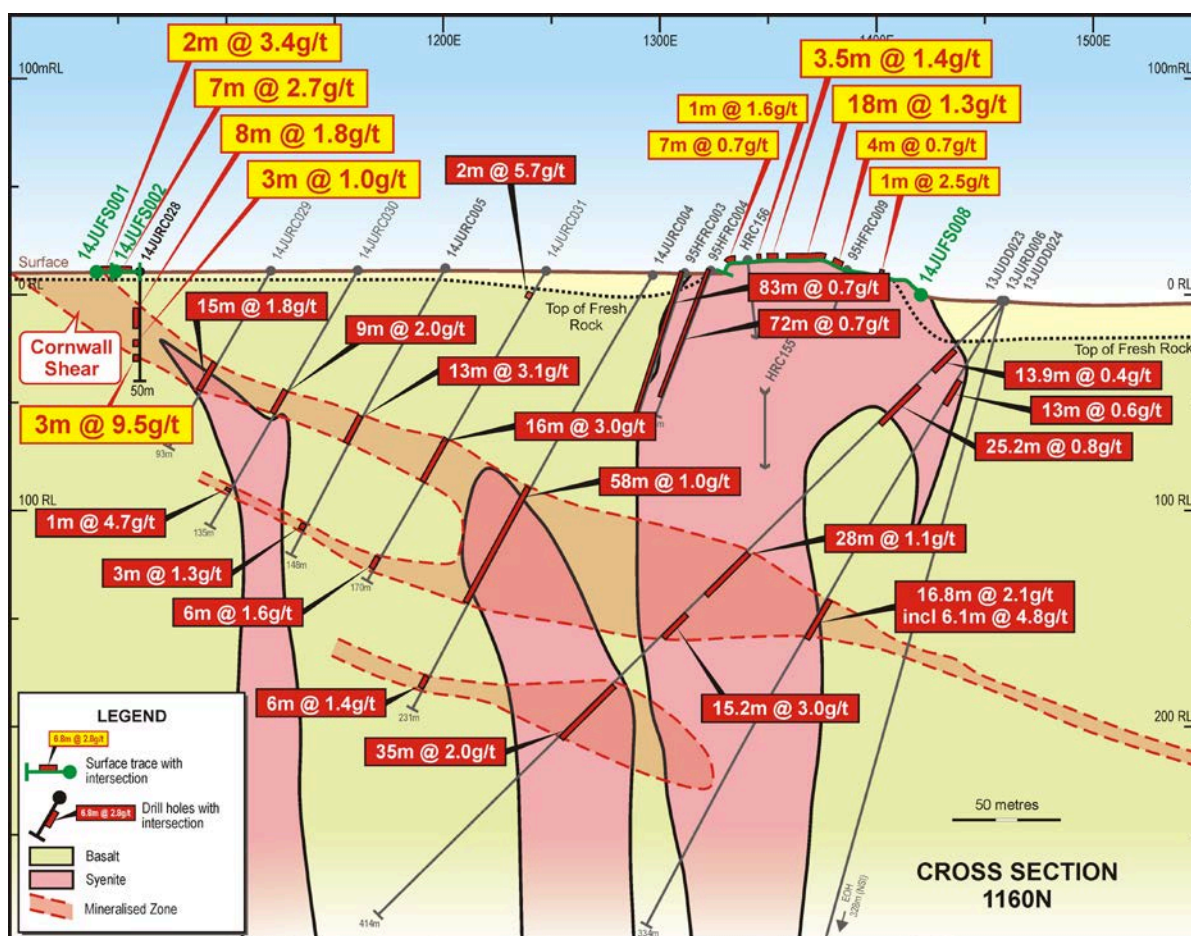


Figure 8: Cross section 1160N through Heffernans showing new drilling and surfaced rock chipping results from September quarter (yellow boxes). Note the excellent continuity of over a 400m dip-extent of thick high grade mineralisation along the CSZ from the surface.

Figure 9 shows the location and results of the surface rock-chip sampling completed over the outcropping Heffernans Syenite ridge. The following results confirm high grade mineralisation is present at surface which sits stratigraphically above the mineralisation seen in both Dacian's and previous operators' drilling (refer also ASX announcement made 30 September 2014: *Significant surface mineralisation identified at Jupiter*):

- 12m at 2.7g/t gold
- 3m at 5.2g/t gold
- 4m at 3.2g/t gold
- 18m at 1.3g/t gold
- 7m at 1.3g/t gold
- 4m at 1.6g/t gold
- 3.5m at 1.4g/t gold



- 8m at 0.8g/t gold
- 7m at 0.7g/t gold
- 6m at 0.7g/t gold
- 4m at 0.7g/t gold

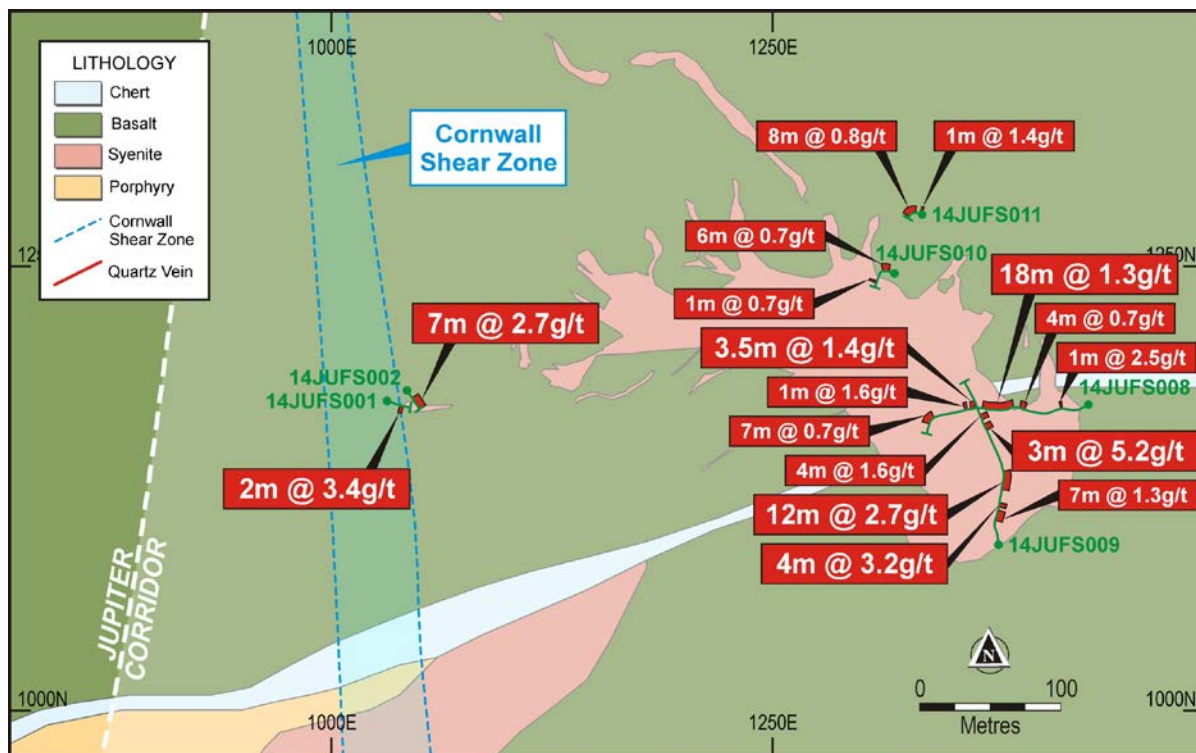


Figure 9: Plan showing the location and results of surface rock-chip traverses over that part of the outcropping Heffernans syenite (centred on 1250E, 1250N). See Figure 6 for location of sampling within Jupiter Corridor.

Planned work for the December Quarter

Dacian's exploration activities for the December quarter will be to:

- Complete infill diamond drilling of the upper sections of the high grade Millionaires Shoot at Westralia.
- Complete the down-hole TEM surveys testing for sulphide conductors associated with the Westralia BIF. Twelve of the recently completed wide-spaced holes testing a 3km strike of the BIF plus six holes completed during 2013 testing proximal to Morgans North are to be surveyed.
- Complete surface TEM survey over a 9km segment of BIF stratigraphy testing for sulphide conductors from south of Westralia to the northern limit of mapped BIF; and including Westralia.

- (iv) Commence drill testing those parts of the CSZ which have not been the subject of Dacian drilling. Such drilling will commence in the December quarter and likely continue through the March quarter, and include where:
- a. Infill drilling the Heffernans area in order to enable a resource estimate to be completed.
 - b. the CSZ intersects the Ganymede syenite south of Heffernans,
 - c. the CSZ intersects the large, high intensity magnetic anomaly immediately south-east of the Jupiter pit,
 - d. the CSZ intersects the larger of the syenite dykes away from Heffernans and Ganymede, and
 - e. the CSZ intersects the syenite beneath the smaller Jenny pit at Jupiter. Dacian believes the mining completed in 1996 at Jenny is limited to mineralisation in the hangingwall of the CSZ, and the CSZ has not been mined.
- (v) undertake resource estimate studies for the mineralised areas that demonstrate good geological and grade continuity.

CORPORATE

- During the September quarter Mr James Howard commenced as Dacian's Project Manager. Mr Howard is a mining engineer with 16 years of mining and project development experience. He held the roles of Mining Manager and Project Manager over a 5 year period whilst at Avoca Resources' Higginsville Gold Project. More recently he was Project Manager responsible for constructing Atlas Iron's Abydos Development Project.
- As at 30 September 2014, the Company had cash reserves of \$9.4 million.
- Shares on issue are 96.1 million with no change from the previous quarter. Of these, 24 million remain in escrow until 14 November, 2014.
- Total number of unlisted options is 8.15 million.

For and on behalf of the Board



Rohan Williams
Executive Chairman

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 Mineral Resources of 1.2 million ounces at an average grade of 4.0 g/t gold, including Ore Reserves of 136,000 ounces at an average grade of 6.2 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. See Appendix II for full details including Competent Persons statements

Dacian Gold has a strong Board and Management team which includes Rohan Williams as Executive Chairman; 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.

Dacian's exploration strategy at Mt Morgans is aimed at delivering on the company's corporate objective of defining at least 600,000 ounces of Ore Reserves at Mt Morgans. Dacian considers mining an Ore Reserve of at least 600,000 ounces of gold is reasonably likely to provide sufficient returns to justify the investment capital required to construct an ore processing facility at the project.

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

Rohan Williams

Executive Chairman

Dacian Gold Limited +61 8 9226 4622 or rohan.williams@daciangold.com.au

Appendix I

Mineral Resources and Ore Reserves

Mount Morgans Gold Project Mineral Resources													
Deposit	Cut-off Grade	Measured			Indicated			Inferred			Total Mineral Resource		
		Tonnes	Au	Au	Tonnes	Au	Au	Tonnes	Au	Au	Tonnes	Au	Au
	Au g/t	Tonnes kt	Au g/t	'000's	Tonnes kt	Au g/t	'000's	Tonnes kt	Au g/t	'000's	Tonnes kt	Au g/t	'000's
King St	0.5							532	2.0	33	532	2.0	33
Jupiter	1.5							811	2.8	73	811	2.8	73
Westralia	2	150	5.0	24	951	5.2	158	2,112	6.3	428	3,213	5.9	610
Craic	0.5				69	8.2	18	120	7.1	27	189	7.5	46
Transvaal	0.5	1,549	3.2	159	1,176	2.7	102	926	2.2	66	3,650	2.8	327
Ramornie	0.5				189	3.6	22	138	2.8	13	326	3.3	34
Morgans Nth	0.5				290	2.6	25	169	3.8	20	459	3.1	45
Total		1,699	3.4	184	2,674	3.8	324	4,808	4.3	660	9,180	4.0	1,168

Mount Morgans Gold Project Ore Reserves										
Deposit	Cut-off Grade Au g/t	Proved			Probable			Total		
		Tonnes kt	Au g/t	Au '000's Oz	Tonnes kt	Au g/t	Au '000's Oz	Tonnes kt	Au g/t	Au '000's Oz
Craic	3.9				28	9.2	8	28	9.2	8
Transvaal	3.4	380	6.2	76	271	6.0	52	651	6.1	128
Total		380	6.2	76	299	6.3	61	679	6.2	136

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 to Mineral Resources (other than Westralia which is reported under JORC 2012, refer ASX release of 19 December 2013) 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 Westralia Mineral Resource in this report (referencing the release made to the ASX on 19 December 2013), 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 Westralia Mineral Resource estimate, see ASX announcement dated 19 December 2013) was prepared and disclosed under the JORC Code 2004. It has 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.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant ASX releases and the form and context of the releases have not been materially modified.

APPENDIX II – TENEMENT SCHEDULE (with respect to tenement changes in the September 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	38/2939	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
E	38/2951	Application	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%)
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%)
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%)
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%)



Tenement Type	Tenement	Status	Location	Ownership
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%)
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%)
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	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5359	Application	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%)



Tenement Type	Tenement	Status	Location	Ownership
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	39/5373	Application	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	39/5376	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5377	Application	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	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5475	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5476	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5477	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5478	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5479	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5480	Application	Mt Morgans WA	Dacian Gold Ltd (100%)



Tenement Type	Tenement	Status	Location	Ownership
P	39/5481	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5490	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5491	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5492	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5493	Application	Mt Morgans WA	Dacian Gold Ltd (100%)
P	39/5494	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 September 2014

Consolidated statement of cash flows

		Current quarter \$A'ooo	Year to date (3 months) \$A'ooo
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation	(1,367)	(1,367)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(261)	(261)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	83	83
1.5	Interest and other costs of finance paid	(1)	(1)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
Net Operating Cash Flows		(1,546)	(1,546)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(3)	(3)
	(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 (provide details if material)	-	-
Net investing cash flows		(3)	(3)
1.13	Total operating and investing cash flows (carried forward)	(1,549)	(1,549)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,549)	(1,549)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(8)	(8)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	(8)	(8)
	Net increase (decrease) in cash held	(1,557)	(1,557)
1.20	Cash at beginning of quarter/year to date	10,949	10,949
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	9,392	9,392

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	131
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 - \$131k;

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	1,600
4.2 Development	-
4.3 Production	-
4.4 Administration	225
Total	1,825

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	3,362	2,919
5.2 Deposits at call	6,030	8,030
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	9,392	10,949

+ See chapter 19 for defined terms.

Changes in interests in mining tenements

	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	-		
6.2	Interests in mining tenements acquired or increased	P39/5461	Granted	0% 100%

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	96,100,000	72,100,000	
7.4	Changes during quarter (a) Increases through issues – released from escrow (b) Decreases through returns of capital, buy-backs	-	-	
7.5	+Convertible debt securities (description)	-	-	

+ See chapter 19 for defined terms.

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>
		6,150,000	-	84 cents	9 October 2017
		1,000,000	-	57 cents	28 February 2019
		1,000,000	-	65 cents	24 September 2019
7.8	Issued during quarter	1,000,000	-	65 cents	24 September 2019
7.9	Exercised during quarter	-	-		
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: 27 October 2014

Print name:

Kevin Hart

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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