

DACIAN GOLD SUCCESSFULLY COMPLETES A\$40M PLACEMENT TO ACCELERATE EXPLORATION AND EXTINGUISH ROYALTY

Highlights:

- A\$40 million¹ successfully raised through an Institutional Placement at A\$2.70 per New Share.
- Institutional Placement heavily oversubscribed and supported by a number of high quality new and existing, domestic and international institutional investors.
- Share Purchase Plan for eligible retail shareholders to raise up to A\$5 million opens on Monday, 16 July 2018.
- Dacian is fully funded to conduct an accelerated exploration program at Westralia and Cameron Well and extinguish a Jupiter life of mine royalty obligation.

Dacian Gold Limited (**Dacian** or the **Company**) is pleased to announce the successful completion of a share placement (**Institutional Placement**) launched on Wednesday, 11 July 2018.

The Institutional Placement raised a total of A\$40 million¹ from the issuance of approximately 14.8 million shares (**New Shares**) at A\$2.70 per share. The Institutional Placement was heavily oversubscribed, having been well supported by existing shareholders and introducing a number of new, high quality domestic and international investors to Dacian's share register. The Institutional Placement was initially targeting A\$37 million, however considering the strong demand the Company accepted an additional A\$3 million in oversubscriptions. Post completion of the Institutional Placement, the Company will have approximately 220.7 million shares on issue.

Dacian is also offering eligible existing shareholders the opportunity to participate in a Share Purchase Plan (**SPP**) to raise up to a further A\$5 million at the same price as the Institutional Placement (together with the Institutional Placement, the **Equity Raising** or the **Offer**).

Trading will recommence on an ex-settlement basis on the Australian Securities Exchange (**ASX**) on Friday, 13 July 2018. New Shares issued under the Institutional Placement will rank equally with existing shares on issue and are expected to be allotted on Thursday, 19 July 2018. Trading will commence on a normal settlement basis on the ASX on the same day.

¹ Before transaction costs.

Commentary

Dacian's Executive Chairman & CEO Rohan Williams commented:

"I am delighted with the success of the Institutional Placement which was very strongly supported by a high quality group of investors. We are particularly grateful for the support of our existing shareholders and also pleased to welcome a number of new, domestic and international institutions onto the Dacian register. Dacian's eligible retail shareholders will have an opportunity to participate through the Share Purchase Plan."

"The equity raising allows the Company to fast-track the value-realisation of recent significant advances made on the exploration front at Mt Morgans by bringing forward discovery of new Mineral Resources and potentially new mines and higher production levels. In addition, the cancellation of the Jupiter life-of-mine royalty will allow the Company to retain more of the cash generated by the Mt Morgans operations."

Share Purchase Plan

The SPP allows for the participation of eligible shareholders for an amount up to A\$15,000 per shareholder, at a price of A\$2.70 (the offer price under the Institutional Placement). The SPP is not underwritten and aims to raise up to A\$5 million with a maximum of approximately 1.9 million shares to be issued. An eligible shareholder is any shareholder recorded on Dacian's share register at 5:00pm on Tuesday, 10 July 2018 with a registered address in Australia or New Zealand. Shareholder approval is not required in respect of the SPP.

Dacian reserves the right to close the SPP early and scale back applications at its absolute and sole discretion should the total demand exceed A\$5 million. When determining the amount (if any) by which to scale back an SPP application, Dacian may consider a number of factors, including the size of an applicant's shareholding in the Company after the SPP record date, and the date on which an application was made with earlier applications given precedence.

Further information will be sent to eligible retail shareholders in a booklet (**Share Purchase Plan Booklet**) expected to be lodged with ASX and despatched on or around Monday, 16 July 2018. The Share Purchase Plan Booklet and the accompanying acceptance form (**Application Form**) will contain instructions on how to apply. Application Forms and payments are due by no later than 5:00pm (AEST) on Monday, 30 July 2018.

Key Dates

Key dates for the Offer are outlined in the timetable below:

Key Event	Date²
Record Date for Eligibility to Participate in the SPP	Tuesday, 10 July 2018
Trading Halt and Announcement of Equity Raising	Wednesday, 11 July 2018
Trading Halt Lifted and Dacian Shares Resume Trading	Friday, 13 July 2018
Settlement of New Shares Issued Under Institutional Placement	Wednesday, 18 July 2018
Issue and Quotation of New Shares Issued Under Institutional Placement	Thursday, 19 July 2018
SPP	
Despatch of SPP Offer Documents	Monday, 16 July 2018
SPP Acceptance Period	Monday, 16 July 2018 to Monday, 30 July 2018
Issue of New Shares Under SPP	Early August 2018
Quotation of New Shares Under SPP	Early August 2018

Additional Information

Additional information regarding the Offer is contained in the investor presentation released to the ASX on Wednesday, 11 July 2018. The Offer has been conducted pursuant to the Company's existing placement capacity under ASX Listing Rule 7.1.

Nothing contained in this announcement constitutes investment, legal, tax or other advice. You should seek appropriate professional advice before making any investment decision.

Argonaut Securities Pty Limited, Canaccord Genuity (Australia) Limited and RBC Capital Markets acted as joint lead managers to the equity raising.

Treadstone Resource Partners acted as strategic and financial advisor and Corrs Chambers Westgarth acted as legal advisor to Dacian.

For further information please visit www.daciangold.com.au to view the Company's presentation or contact:

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² The above timetable is indicative only and subject to change. Dacian, in conjunction with the Joint Lead Managers, reserves the right to amend any or all of these events, dates and times subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and other applicable laws. All times and dates are in reference to AEST.



For and on behalf of the Board

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke that tapers to the right.

Rohan Williams
Executive Chairman & CEO