

QUARTERLY ACTIVITIES REPORT

June 2023

June Quarter

ASX RELEASE

31 July 2023

Issued Capital as at

30 June 2023

1,216.8M shares outstanding

Market Capitalisation as at

30 June 2023

\$96.1M @ \$0.079 per share

BOARD

Craig McGown
Non-Executive & Independent Chair

Sue-Ann Higgins
Non-Executive & Independent Director

Morgan Ball
Non-Executive Director

Gerry Kaczmarek
Non-Executive Director

Troy Irvin
Non-Executive Director

SUBSTANTIAL SHAREHOLDERS

as at 30 June 2023

Genesis Minerals Limited	80.1%
Delphi	10.6%

REGISTERED OFFICE

Level 19, 58 Mounts Bay Road
Perth WA 6000
Australia

Operations

- No gold production during the quarter
- Operations at Mt Morgans now suspended with the processing plant and associated infrastructure placed into care and maintenance

Exploration & Growth

- Updated Total Mineral Resources of 53 Mt @ 1.6 g/t for 2.7 Moz and Total Ore Reserves of 5.6 Mt @ 1.5 g/t for 274 Koz¹
- Exploration continues to advance targets identified as having the potential to deliver the next generation of large-scale gold mineral deposits for advanced studies and testing during FY24
- Work continued on activities for a restart of production at Mt Morgan including mining studies, ore purchase/toll treating arrangements and expansion of water supply and tailings storage capacity

Corporate & Finance

- Cash at 30 June 2023 of \$25.2 million, before creditor and other commitments

¹ ASX Release titled "2023 Mineral Resource and Ore Reserve Update" dated 03 July 2023

Dacian Gold Limited (Dacian or the Company) (ASX: DCN) provides its operating and financial results for the quarter ending 30 June 2023.

OPERATIONS & DEVELOPMENT

OVERVIEW

Care and Maintenance activities continued at Mt Morgans during the quarter.

Activities were focussed on process water supply approvals, ore purchase/toll treating arrangements and TSF design capacity options. Additional water supply options have been identified and the approvals process commenced to secure these options. Preliminary design works for the additional tailings storage capacity have commenced with preferred locations to be finalised in H1 FY24.

Final gold recovery was completed early in the quarter.

Table 1: Key processing statistics

Key Processing Statistics	Unit	Jun 23 Q	Mar 23 Q
Ore Milled	t	-	583,681
Processed Grade	g/t Au	-	0.61
Contained Gold	oz	-	11,429
Gold Recovery	%	-	80.5
Processing Cost	\$/t	-	30.03
G&A Cost	\$/t	-	2.80
Gold Recovered	oz	-	9,197
Gold Sold	oz	2,039	9,727
Gold-on-Hand	oz	-	959
Average Sale Price	A\$/oz	2,990	2,763

REDCLIFFE DEVELOPMENT

The Company continues to progress the access agreement conditions with full access expected to be obtained during H1 FY24.

EXPLORATION & GROWTH

During the quarter, the Company invested \$2.9 million in exploration and growth activities.

At Mt Morgans, structural modelling was completed over the Southern tenements area which identified a number of favourable structural targets. A first pass aircore program testing both structural and soil geochemical targets was completed during the quarter, with a total of 18,141m drilled that provided improved geological and structural understanding of the prospects.

Exploration planning continued to investigate previously identified sources of water that have the potential to provide water for the future re-start of the Mt Morgans Mill.

At Redcliffe, arrangements were made for an additional aeromagnetic survey to provide as a cornerstone of future generative exploration work over Redcliffe. This survey will commence Q1 FY24.

Over the Dacian Group tenement packages, evaluation of the Maritiema, Jenkinson, Aliso, Canjada and Celia targets has continued with geophysical and geochemical interpretation underway. The Company is focusing on advancing these targets to drill testing status during FY24.

JUPITER MINERAL RESOURCE ESTIMATE UPDATE

On 3 July 2023 the Company released its 2023 Mineral Resource and Ore Reserve Update¹ of Total Mineral Resources of 53 Mt @ 1.6 g/t for 2.7 Moz and Total Ore Reserves of 5.6 Mt @ 1.5 g/t for 274 Koz.

(Refer Table 2)

¹ ASX release titled "2023 Mineral Resource and Ore Reserve Update" dated 03 July 2023

Table 2: Total Mineral Resource estimate as at 30 June 2023 (after mining depletion)

MINING CENTRE	Deposit/Area	Deposit/Prospect	Reporting date	Cut-off grade (Au g/t) and constraints	Measured			Indicated			Inferred			Total Mineral Resource				
					Tonnes (kt)	Au g/t	Au Oz	Tonnes (kt)	Au g/t	Au Oz	Tonnes (kt)	Au g/t	Au Oz	Tonnes (kt)	Au g/t	Au Oz		
MT MORGANS	Westralia Mine Corridor	Beresford OP*	30/06/2023	0.5 & above RPEEE pit							830	1.9	50,000	830	1.9	50,000		
		Beresford UG**	30/06/2023	2.0 & below RPEEE	200	4.6	30,000	1,940	4.1	257,000	1,500	3.1	150,000	3,640	3.7	437,000		
		Allanson	30/06/2023	2.0	110	4.2	15,000	720	4.5	105,000	810	3.8	100,000	1,640	4.2	220,000		
		Morgans North - Phoenix Ridge	11/05/2021	2.0						330	6.7	72,000	330	6.7	72,000			
		SUBTOTAL			320	4.5	45,000	2,650	4.2	362,000	3,470	3.3	371,000	6,440	3.8	778,000		
	Westralia Satellite Deposits	Transvaal OP*	30/06/2023	0.5				620	3.0	61,000	260	2.9	25,000	890	3.0	86,000		
		Transvaal UG**	30/06/2023	2.0				120	4.1	16,000	910	3.6	105,000	1,040	3.6	121,000		
		Ramornie OP*#	30/06/2023	0.5 & in RPEEE pit OR >330 RL				190	2.6	15,000	190	2.2	13,000	370	2.4	28,000		
		Ramornie UG**###	30/06/2023	2.0 & below RPEEE pit OR <330 RL				70	3.2	7,000	500	2.0	31,000	560	2.1	38,000		
		Craic	30/06/2022	2.0				30	7.9	8,000	70	5.9	13,000	100	6.5	21,000		
		McKenzie Well	16/02/2021	0.5							950	1.1	34,000	950	1.1	34,000		
		SUBTOTAL						1,030	3.2	108,000	2,880	2.4	221,000	3,910	2.6	328,000		
		GREATER WESTRALIA MINING AREA	SUBTOTAL				320	4.5	45,000	3,680	4.0	469,000	6,350	2.9	592,000	10,350	3.3	1,107,000
	Jupiter OP*	Doublejay*	30/06/2023	0.5				1,620	1.1	55,000	3,570	1.2	132,000	5,190	1.1	187,000		
		Heffernans*	30/06/2023	0.5		620	1.2	23,000	8,380	1.1	288,000	7,510	1.1	265,000	16,510	1.1	576,000	
		Ganymede*	30/06/2023	0.5				880	0.8	24,000	1,510	0.9	42,000	2,390	0.9	66,000		
		SUBTOTAL				620	1.2	23,000	10,880	1.0	366,000	12,590	1.1	439,000	24,090	1.1	829,000	
	Mt Marven	Mt Marven*	30/06/2023	0.5				1,150	1.2	45,000	340	1.2	13,000	1,490	1.2	58,000		
	JUPITER MINING AREA	SUBTOTAL		0.5		620	1.2	23,000	12,030	1.1	412,000	12,930	1.1	452,000	25,580	1.1	887,000	
	Cameron Well Project Area	Maxwells	30/06/2021	0.5				170	0.9	5,000	500	0.8	12,000	660	0.8	17,000		
Stockpiles	Mine Stockpiles	30/06/2022																
	LG Stockpiles	30/06/2022																
	Jupiter Heapleach	30/06/2022	0							3,170	0.4	41,000	3,170	0.4	41,000			
	Total - Stockpiles									3,170	0.4	41,000	3,170	0.4	41,000			
TOTAL MMGO	SUBTOTAL				940	2.3	69,000	15,880	1.7	886,000	22,950	1.5	1,097,000	39,770	1.6	2,051,000		
REDCLIFFE PROJECT	Southern Zone	GTS	30/06/2022	0.5 & >300RL OR 2.0 & <300RL				930	1.9	56,000	1,360	1.2	51,000	2,290	1.4	107,000		
		Hub	30/06/2022	0.5 & >300RL OR 2.0 & <300RL	160	4.6	24,000	660	3.9	82,000	850	2.3	62,000	1,660	3.1	168,000		
		Bindy	30/06/2021	0.5 & >300RL OR 2.0 & <300RL							3,080	1.3	129,000	3,080	1.3	129,000		
		Kelly	30/06/2021	0.5 & >300RL OR 2.0 & <300RL							2,350	0.9	67,000	2,350	0.9	67,000		
	SUBTOTAL				160	4.6	24,000	1,590	2.7	138,000	7,630	1.3	309,000	9,220	1.6	471,000		
	Central Zone	Nambi	30/03/2023	0.5 & >300RL OR 2.0 & <300RL					720	2.7	62,000	850	2.8	76,000	1,580	2.7	138,000	
		Redcliffe	30/06/2021	0.5 & >300RL OR 2.0 & <300RL							930	1.2	35,000	930	1.2	35,000		
Mesa - Westlode		30/06/2021	0.5 & >300RL OR 2.0 & <300RL							850	1.0	28,000	850	1.0	28,000			
	SUBTOTAL							720	2.7	62,000	2,630	1.6	140,000	3,360	1.9	202,000		
TOTAL	SUBTOTAL				160	4.6	24,000	2,310	2.7	201,000	10,270	1.4	449,000	12,740	1.6	673,000		
TOTAL					1,100	2.6	93,000	18,190	1.9	1,086,000	33,220	1.4	1,546,000	52,510	1.6	2,724,000		

Mineral Resources are inclusive of the Ore Reserves

* Reported above a reasonable prospect for eventual economic extraction (RPEEE) pit shell; ** reported below a RPEEE pit shell;

reported >330 m RL if not updated Ramornie pit lodes; ### reported <330 m RL if not updated Ramornie pit lodes; ^ OP reported >300 m RL; UG reported <300 m RL

CORPORATE & FINANCE

Employee redundancies were completed by 30 June with the remaining employees transferring to Genesis Minerals to share costs and reduce overheads.

Board and Management changes during the quarter included Derek Humphry, Interim Chief Executive Officer and Dale Richards, General Manager – Geology and Exploration transitioning out of the business; Troy Irvin joining the Board as a Non-Executive Director; Lee Stephens resigning from the Board and appointed Chief Operating Officer; Sonia Hamilton-Browne promoted to Chief Financial Officer; and Andrew Doe appointed as an adviser to the Independent Directors.

At 30 June 2023, the Company had total cash of \$25.2 million, before creditor and accruals of approximately \$7.3 million.

The table below summarises the Company's cash, gold-on-hand and debt position.

Table 3: Net cash analysis

Key Cash/Debt Statistics	Unit	30 Jun 23	31 Mar 23
Cash	\$M	25.2	34.9
Gold-on-Hand	oz	-	959
Gold-on-Hand	\$M	-	2.9
Total Cash and Gold¹	\$M	25.2	37.8

1 – before creditor and accruals

The figure below summarises the cash movements for the quarter.

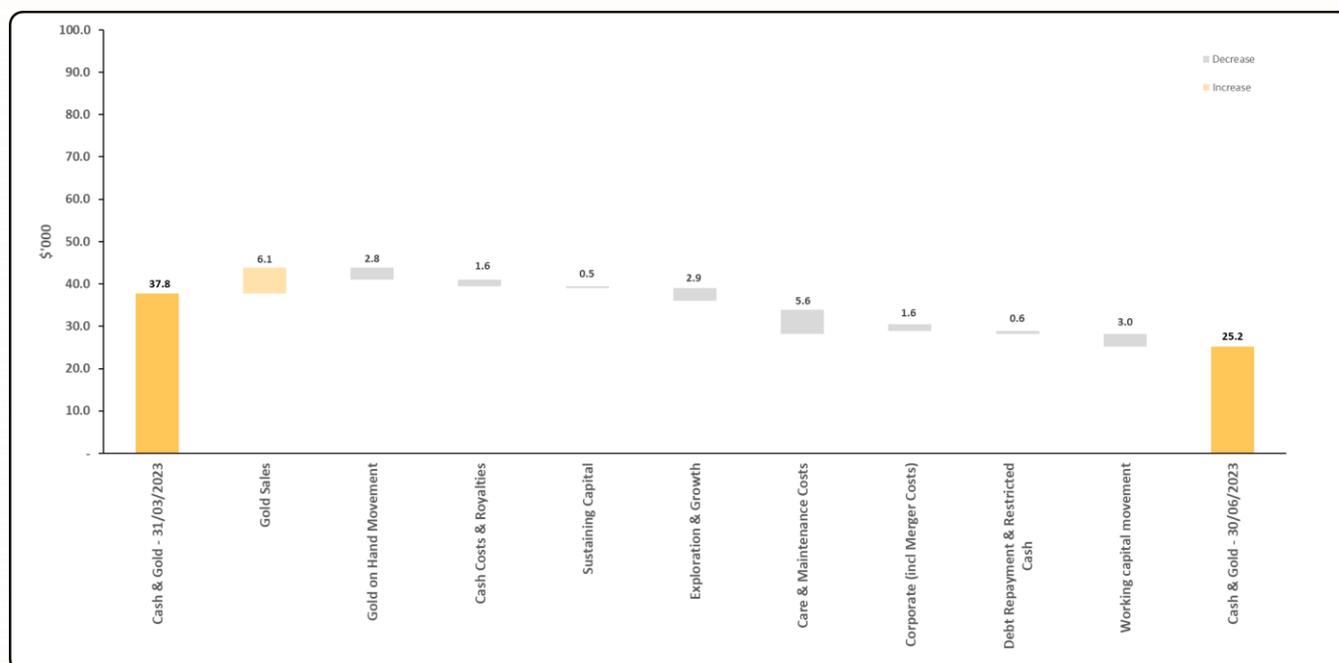


Figure 1: June quarter cash movements

Gold sold in the quarter was 2,039 ounces, at an average realised spot price of \$2,990/oz.

During the quarter Genesis and Dacian shared resources to reduce outflows and extract group synergies. For the period Dacian invoiced Genesis \$705k and Genesis invoiced Dacian \$364k for these arrangements. Dacian employees continued to transition to Genesis during the final quarter of FY23 to facilitate further integration and sharing of overhead. This will result in further reduction of the Dacian corporate overhead.

In addition, during the quarter Dacian completed the closure of the Westralia underground operations and engaged an independent valuer/auctioneer to complete an inventory of the surplus assets. This independent party was engaged to negotiate the sale of these surplus assets for fair value to Genesis realising \$2.1 million.

- ENDS -

This ASX announcement was approved and authorised for release by the Board of Dacian Gold Limited.

For further information please contact:

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OTHER INFORMATION

Where the Company refers to the Exploration Results, Mineral Resources and Ore Reserves, referencing previous releases 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 Exploration Results, Mineral Resources and Ore Reserve estimates with that announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons findings are presented have not materially changed from the original announcement.