

**ASX ANNOUNCEMENT**

**13 SEPTEMBER 2007**

**ALLOTMENT OF SHARES AND DESPATCH OF SHAREHOLDER STATEMENTS**

Following completion of the underwritten non renounceable rights issue to Shareholders and the non renounceable rights issue to Noteholders which closed on 3 September 2007, Dragon Mining Limited (the "Company") has today allotted 56,702,600 shares to Underwriters.

This now completes the issue of shares in accordance with the Company's Prospectus dated 3 August 2007.

For and on behalf of  
**Dragon Mining Limited**

**Peter G Cordin**  
Managing Director