



RELEASE FROM ESCROW

ASX ANNOUNCEMENT

4 SEPTEMBER 2009

Dragon Energy Ltd (ASX: DLE) hereby advises pursuant to Listing Rule 3.10A that 959,150 unquoted fully paid ordinary shares are due to be released from escrow on 23 September 2009.

Authorised by:

Anthony Ho
Executive Director and Company Secretary

About Dragon Energy

Dragon Energy Limited (ASX: DLE) is an exploration and resources company. The listing of Dragon Energy on the Australian Securities Exchange (ASX) in February 2009 was facilitated by a cornerstone investor, the China-based Shandong Taishan Sunlight Group Company Limited ("Shandong Group"). Shandong Group controls 1.5 billion tonnes of coal and 100 million tonnes of iron ore resources in China as well as engaging in steel making and power generation. Shandong Group, essentially a private enterprise, will avail direct and indirect financial capacity and funding capability, wide industry connections, and mining know how, to underpin plans for Dragon Energy's growth and pursuit of suitable mine projects world-wide.

Dragon Energy has a twofold strategy:

- To participate in exploration projects with a view to advancing the status of the projects through to development or alternatively to introduce appropriate and suitable overseas partners, particularly from China, who may take long term positions in those project development opportunities; and
- To secure a leading position in advanced minerals projects and to bring development to fruition at the earliest opportunity.

Dragon Energy's listing assets are phosphate exploration projects located in the Mt Isa mining province in Queensland, Australia which are the subjects of continuing exploration and evaluation effort. Since listing, Dragon Energy has already evaluated a number of bulk commodity projects in Australia and USA and some metalliferous projects in Australia with a view to participating or securing development opportunities. Although preferred targets are in iron ore and coal, other commodities and minerals will be considered for review.

Dragon Energy's project evaluation efforts are facilitated by a small, but highly experienced, team of professionals with, collectively, vast experience in mineral exploration, development, financing and operations in Australia and overseas, in particular in start up projects.

www.dragonenergyltd.com

ASX Code: DLE

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