

ASX ANNOUNCEMENT

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ASX Announcement
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PILBARA IRON PROJECT TENEMENT REDUCTION

- **Nameless Project Relinquished**
- **Rocklea Project Reduced in Size and Retention Licence Application Pending DMP Approval**

Dragon Energy Limited ("Dragon" ASX: DLE) has undertaken a strategic review of its operations and has implemented a series of cost cutting measures in order to preserve cash. As a result, the Company has surrendered the tenement E47/1485-I referred to as the Nameless Project; and reduced the tenement areas of its Rocklea Project, for which an application for a Retention Licence has been lodged with DMP.

Relative to the Rocklea Deposit, the Nameless Deposit is smaller and has a lower quality mineralisation. It is also expected to present more logistical challenges than the Rocklea Deposit. If the decision to mine is taken in the future, it is likely that the Rocklea Deposit would be preferentially developed. As such the Nameless Project has been relinquished.

The Rocklea tenement, M47/1471, was reduced in size, to be centred upon mineralisation most likely to be exploited in the future. A 6.33km² Retention Licence application over M47/1471 has been submitted to the DMP for approval.

The Rocklea Project is Dragon's most advanced project with a Stage 1 mine development plan submitted to the DMP in 2014.

