

NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES

DACIAN COMPLETES FULLY UNDERWRITTEN A\$40 MILLION EQUITY RAISING TO ACCELERATE NEW DISCOVERIES AND ADVANCE GROWTH PROJECTS INTO PRODUCTION

- Successful completion of fully underwritten two-tranche institutional placement to raise A\$40 million at an offer price of A\$0.28 per share
- Strong support received from domestic and offshore existing and new institutional investors
- Proceeds from the Placement will be used to:
 - Accelerate a significant ~300,000m drill program across Mt Morgans and Redcliffe, predominantly targeting new, base load opportunities
 - Advance the high-grade Redcliffe deposits into production
 - Re-starting underground production from the Greater Westralia Mining Area
 - Fund general working capital
- Share Purchase Plan (“SPP”) to be offered to eligible investors to raise up to a further A\$5 million
- Upon settlement of the Placement, Dacian will have a cash balance (before costs of the Placement) of A\$63.9 million¹

Dacian Gold Limited (ASX:DCN) (“Dacian” or the “Company”) is pleased to announce the successful completion of its fully underwritten two-tranche institutional placement of approximately 142.9 million new fully paid shares (“New Shares”) at an offer price of A\$0.28 per share (“Offer Price”) to raise approximately A\$40.0 million (“Placement”).

The Placement was strongly supported by existing shareholders and facilitated the introduction of several new investors to the Company’s share register. Funds raised in the Placement will be used to accelerate Dacian’s three pillar growth strategy, building on the robust foundation established during FY2021.

Dacian’s Managing Director, Leigh Junk, commented: “We are very pleased with the equity raising result and thank our existing shareholders for their ongoing support and welcome the new shareholders to the register. Dacian looks forward to pursuing its three pillar growth strategy, focused on exploration success and advancing further deposits into production. ”

Canaccord Genuity (Australia) Limited acted as Lead Manager, Underwriter and Bookrunner to the Placement. Petra Capital Pty Ltd acted as Co-Lead Manager and Euroz Hartleys Limited acted as Co-Manager.

¹ Excludes any proceeds raised in SPP

For personal use only

Share Purchase Plan

As announced to the market on Tuesday, 25 May 2021, Dacian will also undertake a Share Purchase Plan to raise up to a further A\$5 million at the same issue price as the Placement (A\$0.28 per share).

The record date for the SPP is 7:00pm (Sydney time) on Tuesday, 25 May 2021 with existing eligible shareholders, being those shareholders that are residents in Australia or New Zealand afforded the opportunity to increase their holding by up to A\$30,000 without incurring any brokerage or transaction costs.

Further information regarding the SPP (including terms and conditions of the SPP) will be provided to eligible shareholders in the SPP offer booklet, which will be made available to eligible shareholders shortly.

Additional information

Further details on the Placement and SPP are set out in the investor presentation announced by Dacian on the ASX market announcements platform on 26 May 2021. The investor presentation contains important information including key risks, foreign selling restrictions with respect to the Placement and the key terms and conditions of the underwriting agreement, including the circumstances in which the lead manager may elect to terminate its underwriting obligations.

- ENDS -

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

For further information please contact:

Leigh Junk Managing Director Dacian Gold Limited +61 8 6323 9000 info@daciangold.com.au	Phil Russo General Manager – Corporate Development Dacian Gold Limited +61 8 6323 9000 info@daciangold.com.au
---	---

Disclaimer

This announcement has been prepared by Dacian Gold Limited (**Dacian** or the **Company**) based on information from its own and third party sources and is not a disclosure document. No party other than Dacian has authorised or caused the issue, lodgement, submission, despatch or provision of this announcement, or takes any responsibility for, or makes or purports to make any statements, representations or undertakings in this announcement. Except for any liability that cannot be excluded by law, Dacian, Canaccord Genuity (Australia) Limited (**Lead Manager**) and their respective related bodies corporate, directors, employees, servants, advisers and agents disclaim and accept no responsibility or liability for any expenses, losses, damages or costs incurred by you relating in any way to this announcement including, without limitation, the information contained in or provided in connection with it, any errors or omissions from it however caused, lack of accuracy, completeness, currency or reliability or you or any other person placing any reliance on this announcement, its accuracy, completeness, currency or reliability.

This announcement is not a prospectus, disclosure document or other offering document under Australian law or under any other law. It is provided for information purposes and is not an invitation nor offer of shares or recommendation for subscription, purchase or sale in any jurisdiction. This announcement does not purport to contain all the information that a prospective investor may require in connection with any potential investment in Dacian. Each recipient must make its own independent assessment of Dacian before acquiring any shares in Dacian.

Not investment advice

Each recipient of the announcement should make its own enquiries and investigations regarding all information in this announcement including but not limited to the assumptions, uncertainties and contingencies which may affect future operations of Dacian and the impact that different future outcomes might have, including (without limitation) the risk factors summarised on pages 24 to 27 of the investor presentation released by Dacian on the ASX market announcements platform on 26 May 2021. Information in this announcement is not to be relied upon as advice to investors or potential investors and has been prepared without taking account of any person's individual investment objectives, financial situation or particular needs. Before making an investment decision, prospective investors should consider the appropriateness of the information having regard to their own investment objectives, financial situation and needs and seek legal, accounting and taxation advice appropriate to their jurisdiction. Dacian is not licensed to provide financial product advice in respect of its securities.

Forward looking information

This announcement contains forward-looking statements. Wherever possible, words such as "intends", "expects", "scheduled", "estimates", "anticipates", "believes", and similar expressions or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved, have been used to identify these forward-looking statements. Although the forward-looking statements contained in this announcement reflect management's current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, Dacian cannot be certain that actual results will be consistent with these forward-looking statements. A number of factors could cause events and achievements to differ materially from the results expressed or implied in the forward-looking statements. These factors should be considered carefully and prospective investors should not place undue reliance on the forward-looking statements. Forward-looking statements necessarily involve significant known and unknown risks, assumptions and uncertainties that may cause actual

For personal use only

results, events, prospects and opportunities to differ materially from those expressed or implied by such forward-looking statements. Although Dacian has attempted to identify important risks and factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors and risks that cause actions, events or results not to be anticipated, estimated or intended, including those risk factors discussed in Dacian's public filings. There can be no assurance that the forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, prospective investors should not place undue reliance on forward-looking statements. Any forward-looking statements are made as of the date of this announcement, and Dacian assumes no obligation to update or revise them to reflect new events or circumstances, unless otherwise required by law.

Not an offer in the United States

This presentation has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. The New Shares have not been, and will not be, registered under the US Securities Act of 1933 ("**US Securities Act**") and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws. The distribution of this presentation in the United States and elsewhere outside Australia may be restricted by law. Persons who come into possession of this presentation should observe any such restrictions as any non-compliance could contravene applicable securities laws. Please refer to the section of this document headed "International Offer Restrictions" for more information.

Underwritten offer

The Lead Manager and its affiliates are full service financial institutions engaged in various activities, which may include trading, financial advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services including for which they have received or may receive customary fees and expenses. The Lead Manager is acting as lead manager, bookrunner and underwriter to the placement described in this announcement for which it has received or expects to receive fees and expenses.

Currency

Unless otherwise stated, all dollar values in this announcement are reported in Australian dollars.