

ASX ANNOUNCEMENT

15 APRIL 2010

**HIGH GRADE RESULTS RECEIVED FROM INFILL DRILLING OF THE ARPOLA DEPOSIT, JOKISIVU, FINLAND**

**Highlights**

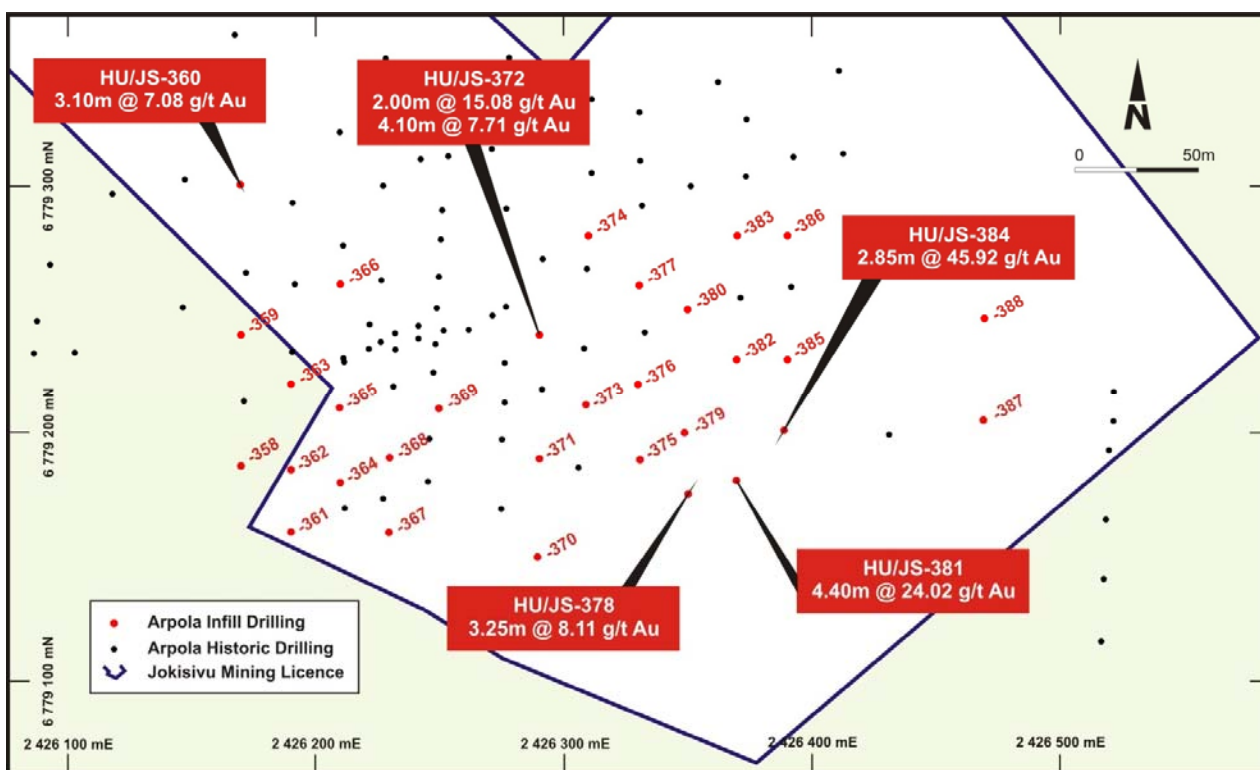
- High grade drill intercepts diamond core drilling at the Arpola deposit including:
  - 2.0m @ 15.08 g/t gold;
  - 4.10m @ 7.71 g/t gold;
  - 4.40m @ 24.02 g/t gold;
  - 3.10m @ 7.08 g/t gold;
  - 3.25m @ 8.11 g/t gold; and
  - 2.85m @ 45.92 g/t gold
- Underground mine planning well advanced
- Underground production targeting 2011 start-up

Dragon Mining Limited announces the receipt of all results from a diamond core drilling program of the Arpola deposit at the Jokisivu Gold Mine in southern Finland. The 31 hole, 4,312.4 metre infill program was undertaken to enable an update of the Arpola Mineral Resource and to complete studies to determine the viability of developing an underground operation at the Jokisivu Gold Mine. All results are listed in Table 1.

The update of the Arpola Mineral Resource which is expected to be completed mid-year follows a similar exercise recently undertaken for the Kujankallio deposit which resulted in the total Mineral Resource inventory at Jokisivu increasing by 12% to 368,600 ounces.

Commenting on the results, Executive Chairman Peter Cordin said "We are very pleased with the further high grade intercepts and with the progress of the underground mine studies. Early indications are that a transition to underground, encompassing both the Kujankallio and Arpola deposits, is an attractive development which could commence early in 2011."

**Diamond drill holes completed at Arpola (red dots).**



**Table 1 - Intercepts from Arpola deposit at the Jokisivu Gold Mine. Reported at 1 g/t gold cut-off.**

Hole	North	East	Azimuth (°)	Dip (°)	From (m)	Interval (m)	Au (g/t)
<b>Arpola – Section 2426170E</b>							
HU/JS-358	6779186.54	2426170.00	180.0	-56.0	6.40	2.15	5.31
					12.20	2.00	7.44
					18.50	0.80	3.33
					38.50	0.95	2.89
HU/JS-359	6779240.00	2426170.00	180.0	-57.0	51.00	0.70	2.58
					56.70	1.10	34.80
					96.00	1.50	1.17
HU/JS-360	6779300.00	2426170.00	180.0	-61.0	25.80	1.20	1.11
					43.90	3.10	7.08
					Including 0.80 metres @ 24.40 g/t gold from 46.20 metres		
					98.00	0.80	1.58
					104.30	1.50	1.06
					132.45	1.70	1.54
					56.70	1.10	34.80
<b>Arpola – Section 2426190E</b>							
HU/JS-361	6779160.00	2426190.00	180.0	-41.0	No significant intercepts		
HU/JS-362	6779185.00	2426190.00	180.0	-45.0	1.40	1.05	3.65
					14.65	1.75	9.54
					Including 0.40 metres @ 38.40 g/t gold from 16.00 metres		
					includes	16.00	0.40
						18.95	0.85
						21.20	0.45
						22.75	1.00
						39.85	2.10
HU/JS-363	6779220.00	2426190.00	180.0	-45.0	13.20	1.05	1.03
					20.60	2.90	1.56
					26.60	4.40	2.43
					40.15	1.00	3.30
					47.65	0.80	6.98
					52.30	2.40	2.39
					64.60	1.50	5.86
<b>Arpola – Section 2426210E</b>							
HU/JS-364	6779180.00	2426210.00	180.0	-46.0	12.00	1.00	3.26
					20.00	1.20	4.69
					41.50	1.00	1.20
HU/JS-365	6779210.00	2426210.00	180.0	-46.0	1.10	1.10	2.44
					10.10	0.60	1.20
					36.45	0.85	10.05
					39.20	1.10	1.59
					44.00	1.20	3.22
					67.75	0.95	1.83
HU/JS-366	6779260.00	2426210.00	180.0	-53.0	2.10	1.00	1.69
					10.25	0.65	3.46
					35.40	0.90	1.20
					48.30	0.90	2.19
					58.60	3.90	3.37
					65.70	0.95	1.59
					68.80	1.10	1.67
					82.10	0.65	3.48
					107.50	1.50	1.04
<b>Arpola – Section 2426230E</b>							
HU/JS-367	6779160.00	2426230.00	180.0	-46.0	22.55	0.35	50.90
HU/JS-368	6779190.00	2426230.00	180.0	-46.0	5.60	0.95	1.39
<b>Arpola – Section 2426250mE</b>							
HU/JS-369	6779210.00	2426250.00	180.0	-47.0	32.80	0.95	1.27
					40.00	1.55	7.61
					46.00	0.55	4.72
<b>Arpola – Section 2426290mE</b>							
HU/JS-370	6779150.00	2426290.00	180.0	-55.0	No significant intercepts		
HU/JS-371	6779190.00	2426290.00	180.0	-53.0	35.65	1.00	2.20
					79.20	1.30	3.35
					84.05	1.05	8.47
HU/JS-372	6779240.00	2426290.00	180.0	-56.0	8.10	2.00	15.08
					12.40	4.10	7.71
					66.00	3.00	1.20

					75.30	0.70	1.80
<b>Arpola – Section 2426310mE</b>							
HU/JS-373	6779210.00	2426310.00	180.0	-46.0	37.20	0.80	1.07
HU/JS-374	6779280.00	2426310.00	180.0	-48.0	12.00	0.70	5.62
					48.65	2.95	2.80
					54.55	0.60	11.65
					69.45	1.15	1.09
					72.55	0.80	1.08
					93.10	1.00	1.12
					102.90	0.70	2.13
					115.60	1.05	2.65
					146.40	1.30	1.35
<b>Arpola – Section 2426330mE</b>							
HU/JS-375	6779190.00	2426330.00	180.0	-45.0	51.45	0.35	12.00
HU/JS-376	6779220.00	2426330.00	180.0	-45.0	No significant intercepts		
HU/JS-377	2426330.00	6779260.00	180.0	-48.0	40.85	1.10	1.81
					53.85	0.95	1.75
					108.80	1.85	1.12
<b>Arpola – Section 2426350mE</b>							
HU/JS-378	6779175.00	2426350.00	180.0	-44.0	27.85	0.75	54.40
					30.70	1.10	4.91
					48.65	3.25	8.11
HU/JS-379	6779200.00	2426350.00	180.0	-47.0	8.00	1.45	23.62
					41.25	0.90	1.22
					63.85	0.75	1.41
					65.70	1.05	1.37
HU/JS-380	6779250.00	2426350.00	180.0	-47.0	11.00	2.00	2.00
					26.45	0.85	8.65
<b>Arpola – Section 2426370mE</b>							
HU/JS-381	6779180.00	2426370.00	180.0	-45.0	36.40	4.40	24.02
					51.00	1.00	2.56
					57.30	4.35	3.32
HU/JS-382	6779230.00	2426370.00	180.0	-45.0	13.00	1.00	5.20
					39.80	0.60	8.95
HU/JS-383	6779280.00	2426370.00	180.0	-48.0	16.00	0.55	1.38
					53.90	0.75	3.90
					63.75	1.00	1.73
					75.50	1.50	1.71
					124.80	1.20	3.98
					165.80	1.00	1.19
<b>Arpola – Section 2426390mE</b>							
HU/JS-384	6779200.00	2426390.00	180.0	-45.0	9.30	0.40	2.01
					55.00	2.85	45.92
					63.20	0.80	72.16
HU/JS-385	6779230.00	2426390.00	180.0	-45.0	35.35	0.85	1.52
					44.30	0.90	9.63
					106.10	0.50	3.02
HU/JS-386	6779280.00	2426390.00	180.0	-48.0	33.00	1.00	6.67
					56.60	1.40	4.12
					64.50	0.90	1.42
					68.60	1.00	3.25
					73.60	1.00	1.31
					82.75	1.00	6.27
					113.75	0.80	1.50
					127.10	1.65	2.33
					133.60	0.85	1.41
					138.35	1.05	2.44
<b>Arpola – Section 2426470mE</b>							
HU/JS-387	6779205.07	2426470.00	180.0	-60.0	No significant intercepts		
HU/JS-388	6779246.15	2426470.00	180.0	-60.0	66.30	0.70	1.05

Analysis of whole core was completed at ALS Chemex Laboratories in Rosia Montana, Romania, using procedure Au-AA25/Au-AA26 (30g/50g FA with AAS finish) and Au-GRA22 (FA+gravimetric finish), following sample preparation at ALS facility in Outokumpu, Finland.

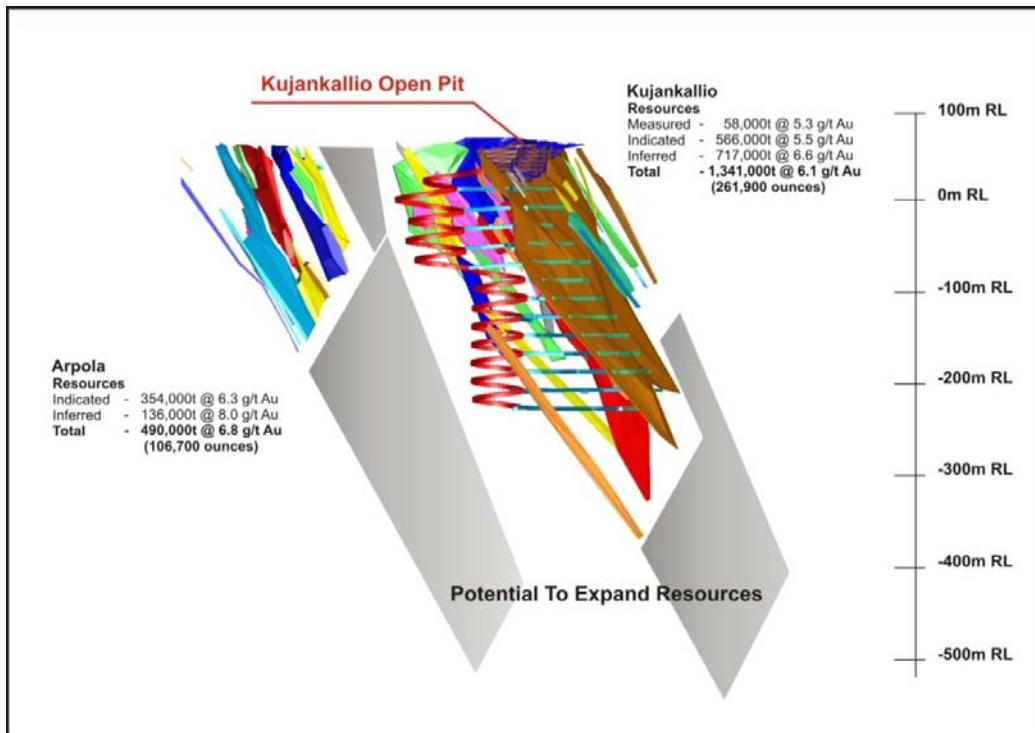
For and on behalf of  
**Dragon Mining Limited**

**Peter G Cordin**  
Executive Chairman

## Jokisivu Gold Mine Background

The Jokisivu Gold Mine is located 40 kilometres southwest of the Vammala Production Centre and hosts a Measured, Indicated and Inferred Resource totalling 368,000 ounces from two deposits 200 metres apart. The Kujankallio deposit has been shown by drilling to extend to at least 525 metres in depth, though resource drilling currently extends only down to 440 metres, whilst the Arpola deposit has only been drilled down to 200 metres. Both deposits remain open with depth and along strike and recent diamond drilling has indicated that the two deposits Arpola and Kujankallio may possibly converge.

## Jokisivu Gold Mine – Oblique view of Kujankallio & Arpola lode systems



*The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Neale Edwards BSc (Hons), a Member of the Australian Institute of Geoscientists and Mr Urpo Kuronen MSc (Geology), a Member of the Australian Institute of Mining and Metallurgy, who are full time employees of the company and have sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code of Reporting for Exploration Results, Mineral Resources and Ore Reserves. Mr Neale Edwards and Mr Urpo Kuronen consent to the inclusion in the announcement of the matters based on their information in the form and context in which it appears.*