

26 NOVEMBER 2012



DACIAN GOLD — LIMITED —

INVESTMENT HIGHLIGHTS

- Specific focus on 100% owned Mt Morgans Gold Project, Laverton District WA
- Well funded following a \$20M IPO completed in November 2012 by the issue of 40M shares at \$0.50
- Mineral Resources of 840,000oz at 3.1g/t Au
- Ore Reserve of 136,000oz at 6.2g/t Au
- Multiple high grade targets in a variety of structures and rock types

BOARD OF DIRECTORS

Rohan Williams
Non-Executive Chairman

Paul Payne
Managing Director

Barry Patterson
Non-executive Director

Robert Reynolds
Non-executive Director

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DACIAN COMMENCES DRILLING AT MT MORGANS GOLD PROJECT

WA focused Dacian Gold Limited ("Dacian" or "Company") is pleased to announce that it has commenced drilling at its 100% owned 840,000oz Mt Morgans Gold Project near Laverton, Western Australia (Figure 1).

Reverse circulation drilling commenced this morning at the Morgans North prospect. This will be followed by drilling at the Ramornie area. At both prospects, holes from 120m to 200m in depth have been planned to test for extensions to previously defined high grade gold shoots which remain open and untested below 100m depth.

Managing Director, Paul Payne said "We are excited to have commenced drilling so soon after listing. It demonstrates the ease of operating in the very well serviced Laverton district. Our exploration team is now busy planning work at a number of other high grade targets where drilling will continue throughout 2013."

The Mt Morgans project is located in the Laverton district of Western Australia, some 300km northeast of Kalgoorlie. The region boasts gold endowment of over 70 million ounces and includes world class deposits such as Sunrise Dam, Wallaby and Granny Smith (Figure 2).

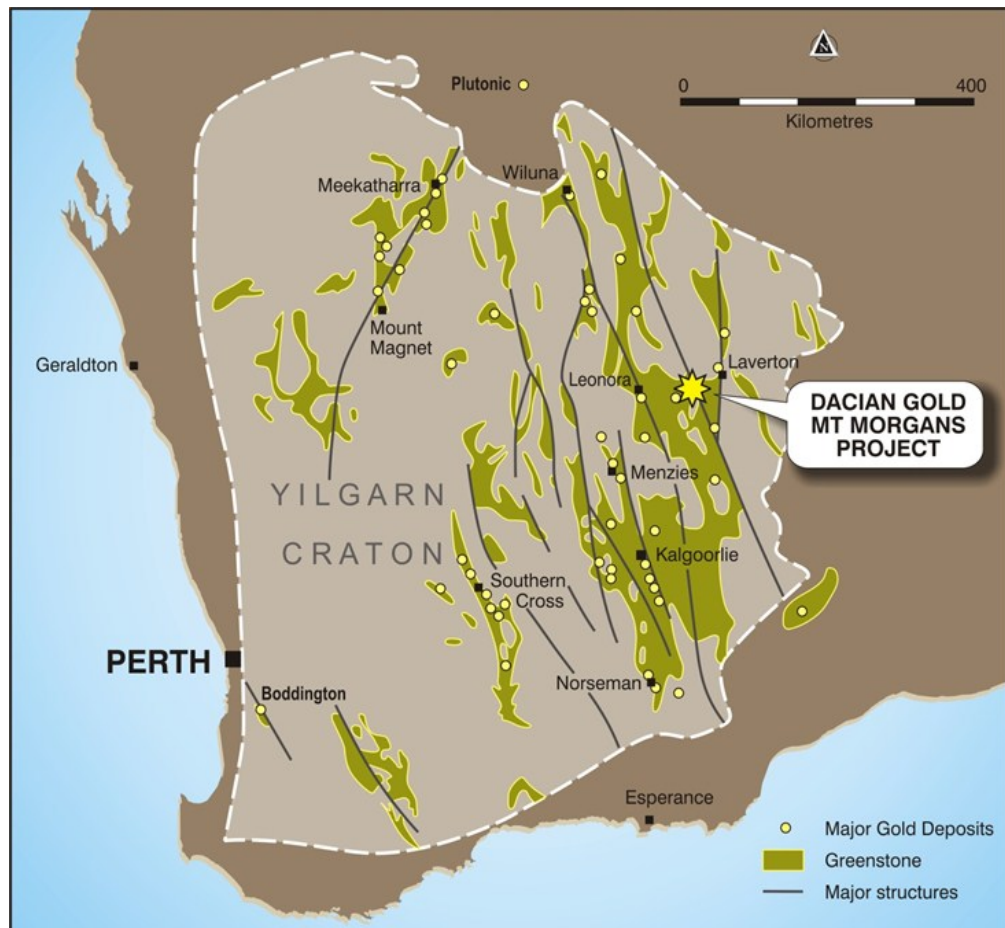


Figure 1: Dacian Gold Limited Project Location

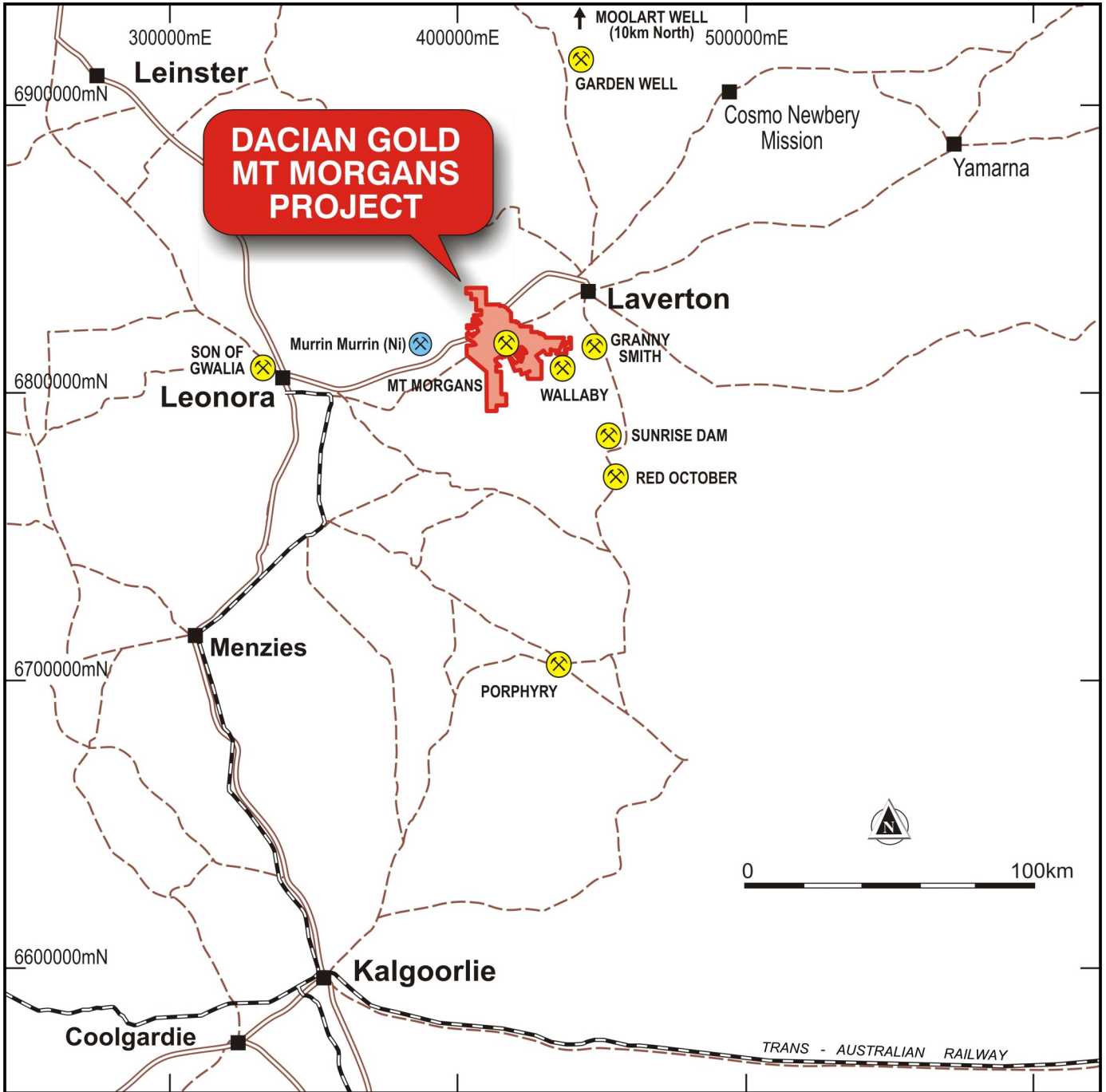


Figure 2: North East Goldfields Location plan

Mineral Resources and Ore Reserves

A summary of the Mineral Resources and Ore Reserves at the Mt Morgans Project is shown below.

Mt Morgans Gold Project Mineral Resources as at 31 October 2012

Deposit	Cutoff Grade Au g/t	Measured			Indicated			Inferred			Total		
		Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
King Street	0.5							532,000	2.0	33,000	532,000	2.0	33,000
Jupiter	1.5			-				811,000	2.8	73,000	811,000	2.8	73,000
Westralia	0.5	646,000	3.9	80,000	1,385,000	2.9	129,000	1,300,000	3.7	155,000	3,331,000	3.4	364,000
Craic	0.5			-	69,000	8.2	18,000	120,000	7.1	27,000	189,000	7.5	46,000
Transvaal	0.5	1,549,000	3.2	159,000	1,176,000	2.7	102,000	926,000	2.2	66,000	3,650,000	2.8	327,000
Total		2,194,000	3.4	239,000	2,629,000	2.9	249,000	3,689,000	3.0	354,000	8,513,000	3.1	842,000

* Rounding errors may occur

Mt Morgans Gold Project Ore Reserves as at 31 October 2012

Deposit	Cutoff Grade Au g/t	Proved			Probable			Total		
		Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz	Tonnes	Au g/t	Au Oz
Craic	3.9			-	28,000	9.2	8,000	28,000	9.2	8,000
Transvaal	3.4	380,000	6.2	76,000	271,000	6.0	52,000	651,000	6.1	128,000
Total		380,000	6.2	76,000	299,000	6.3	61,000	679,000	6.2	136,000

* Rounding errors may occur

Competent Person Statement

The information in this report that relates to Mineral Resources and exploration results is based on information compiled by Mr Paul Payne, a director and full time employee of Dacian Gold Limited and a Member of The Australasian Institute of Mining and Metallurgy. The information in this report that relates to Ore Reserves is based on information compiled by Mr Bill Frazer, a director and full time employee of Mining One Pty Ltd and a Member of The Australasian Institute of Mining and Metallurgy. Mr Payne and Mr Frazer have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Payne and Mr Frazer consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

For further information, please contact:

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About Dacian Gold Limited

Dacian Gold Limited is a well funded, Western Australian focused gold exploration and development company, headquartered in Perth. In November 2012, the company raised \$20 million to explore its 100% owned Mt Morgans gold project, located in the Laverton District of Western Australia's North Eastern Goldfields.

The Mt Morgans Project hosts high grade JORC Code compliant Mineral Resources of 842,000 ounces at an average grade of 3.1g/t gold, including JORC Code compliant Ore Reserves of 136,000 ounces at an average grade of 6.2g/t gold. In addition, the Company has identified multiple exploration targets and resource extension opportunities. If proven, they will enable growth of the Mt Morgans' existing Mineral Resource and Ore Reserve base.

Dacian Gold has a strong Board and Management team which includes Rohan Williams as non-executive Chairman and Paul Payne as Managing Director (formally technical director of Bright Star Resources); and Robert Reynolds (formally non-executive Chairman of Avoca Resources Ltd) and Barry Patterson (co-founder and non-executive Chairman of GR Engineering Ltd) as non-executive directors.

Visit: www.daciangold.com.au

Media

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