

DRAIG

RESOURCES LIMITED

Bellevue Gold Mine
 "A forgotten treasure"
 Historically produced
 800,000oz @ 15g/t gold

**New gold discovery at
 Tribune Lode of 7m @ 27.7g/t
 gold incl 5m @ 37.5g/t from
 92m with visible gold**

Corporate Directory

Non-Executive Chairman
 Mr Ray Shorrocks

Executive Director
 Mr Steve Parsons

Non-executive Director
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Ground Position Significantly Increased to Over 4,500km²

Highly prospective new target areas include North Jundee, South Yandal & Fisher West Projects

- Draig Resources (DRG) is pleased to announce its land holding has increased to +4,500km² of tenure in proximity to the Company's core asset, the high-grade Bellevue Gold Project in the Goldfields region of Western Australia (refer to figures 1 & 2).
- This is a dominant project portfolio in a well-endowed mining district and close proximity to existing gold operations such as Northern Stars (ASX:NST) Jundee, Echo Resources (ASX:EAR) Bronzewing, Red5's (ASX:RED) Darlot and Saracens (ASX:SAR) Thunderbox operations.
- The additional 2,000km² tenure is prospective for gold and base metals, targeting currently being undertaken for testing in 2018.
- Drilling is ongoing at Tribune high grade discovery at the Bellevue Gold Project with maiden resource estimate on track for Q3 2018

Executive Director Mr Steve Parsons said:

"The company is pleased to significantly increase our land holding in a well-endowed mining district that is host to a major gold and base metal operations.

Draig now has a large presence in a highly prospective and underexplored region of the north eastern goldfields region of Western Australia.

Our geological team is undertaking preliminary targeting work ready for on ground exploration in the second half of 2018.

As we work up these new target areas the Company continues to advance its core asset the high-grade gold Bellevue Gold Project and is on track to deliver a maiden resource estimate in Quarter 3 2018."

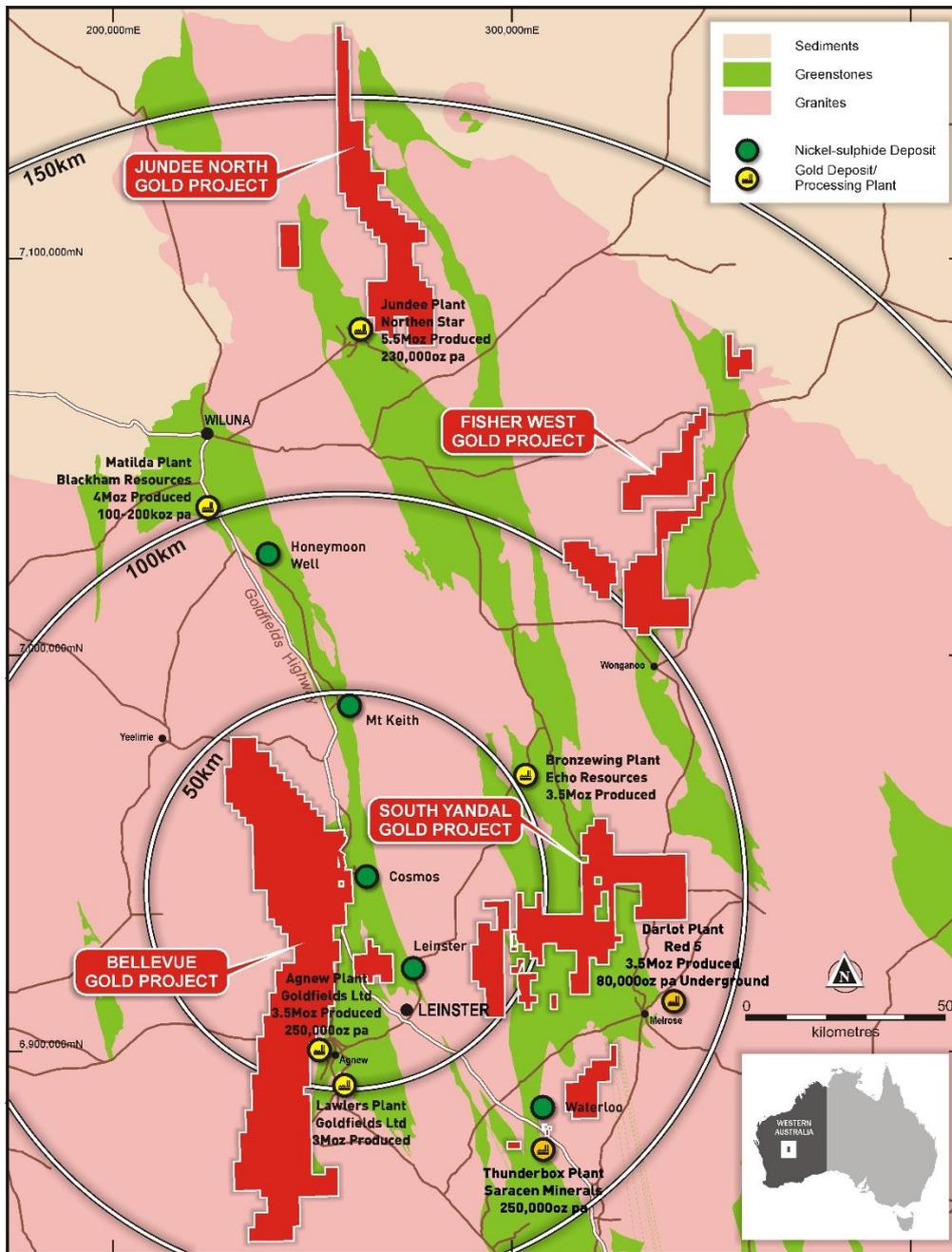


Figure 1: Draig Resources Yandal South, Fisher West & Jundee North Projects in Proximity to the Company’s Bellevue Gold Project and major gold operations in the region.

Highly prospective new target areas

North Jundee, South Yandal & Fisher West Projects (refer figures 1 & 2)

North Jundee Project (725km²) located between the Jundee and Milrose greenstone belts with the southern tenement only a few kilometres from Northern Stars' Jundee/Barton Deeps operations. Much of the project is covered by recent sediments and Draig is targeting relict greenstone west of the major Celia Linement. Several existing known gold occurrences are located within the project area include the Malmac, Colt, Bronco and Filly zones at the northern end of the Milrose greenstone belt.

The Fisher West Project (680km²) incorporates the Mt Fisher greenstone belt. The belt is host to a number of gold deposits including the Mt Fisher, Irwin Bore, Taipan, Southern and Mt Eureka gold deposits. Draig's Fisher West Project area has very little outcrop which has historically hindered previous explorers. The Company sees the lack of outcrop as its advantage with the opportunity to test these new unexplored areas.

Additional tenure was added to the Bellevue Gold Project targeting Archean greenstone beneath transported cover. Greenstone units are interpreted to be intercalated with gneiss and granitoids between the Ida North Fault and the Agnew Greenstone Belt. Mafic and ultramafic units are known within these application areas and there is gold and nickel sulphide potential.

Additional tenure was also added to the Yandal South Project near Saracen's Thunderbox gold mine operation. This new area covers a section of the Yandal greenstone belt geological contact with the Bundarraa Dome, an area with no Archean outcrop and little previous exploration. The region is known to produce prolific gold nuggets for local prospectors.

The Company has commenced detailed geological reviews and targeting in preparation for future exploration programs in 2018.

Bellevue Gold Project - Tribune Lode Discovery

Similar in style and nature to the historic Bellevue Lode (historically mined 800,000oz @ 15g/t gold)

The Company continues to drill with one dedicated diamond drill rig at the new Tribune Lode discovery at the high-grade Bellevue Gold Project. A second diamond rig will soon be commencing targeting mineralisation around the Bellevue Underground workings. A West Australian Government co-funded drill hole is included as one of these holes.

The Company will look to update the market as results are made available and is on track to deliver a maiden resource estimate for the Bellevue Gold Project in Quarter 3 2018.

Significant recent Tribune drill results include¹:

2.5m @ 29.0g/t gold from 147.5m and **3.8m @ 5.2 g/t gold** from 133m in DRCD020 (22 March 2018)

2.4m @ 16.6 g/t gold from 102.4m in DRDD036 (22 March 2018)

5m @ 22.9 g/t gold from 25m in DRCD004 (20 November 2017)

7m @ 27.4 g/t gold from 93m in DRRC124 (20 November 2017)

12m @ 12.0 g/t gold from 68m in DRDD010 (7 February 2018)

15m @ 5.8 g/t gold from 79.5m (including **0.3m @ 242g/t** from 79.5m) in DRDD006 (7 February 2018)
2.4m @ 21.9 g/t gold from 162.8m in DRDD013 (7 February 2018)
9m @ 5.4 g/t gold from 375m including **2m @ 15.2 g/t gold** from 375m in DRDD031 (22 March 2018)
8m @ 5.0 g/t gold from 53m including **4m @ 9.0 g/t gold** from 57m in DRCC033 (22 March 2018)
0.9m @ 12.3 g/t gold from 144.6m and **0.4m @ 11.2 g/t gold** from 170m in DRCD018 (22 March 2018)
7m @ 7.2 g/t gold including **2m @ 17.8g/t** from 289m in DRDD034 (22 March 2018)

800 metres along strike to the south within the Western Mineralised Corridor with no drilling in between, historical drill results include:¹

- **3.15m @ 28.80g/t gold** from 389m (22 March 2018)
- **1.40m @ 33g/t gold** from 408m (20 November 2018)

Tribune Lode is a new high-grade gold discovery:

- Mineralisation has now been confirmed over a strike length of 550 metres.
- Open to the south where 800 metres further south the Southern Belle Lode is hosted within the same structural horizon.
- Recent drilling has confirmed the continuation of significant gold mineralisation to a vertical depth of approximately 350 metres below surface in hole DRDD031 with an intersection of 9m @ 5.4 g/t including 2m @ 15.2 g/t Au from 375m downhole. (Refer ASX announcement on 22 March 2018)¹
- The most southern drill hole DRDD034 intersected the Tribune Lode with an intersection of 7m @ 7.2 g/t gold including 2m @ 17.8 g/t from 289m downhole. (Refer ASX announcement on 22 March 2018)¹
- Step-out drilling will test the southern extension between Tribune Lode and Southern Belle Lode.

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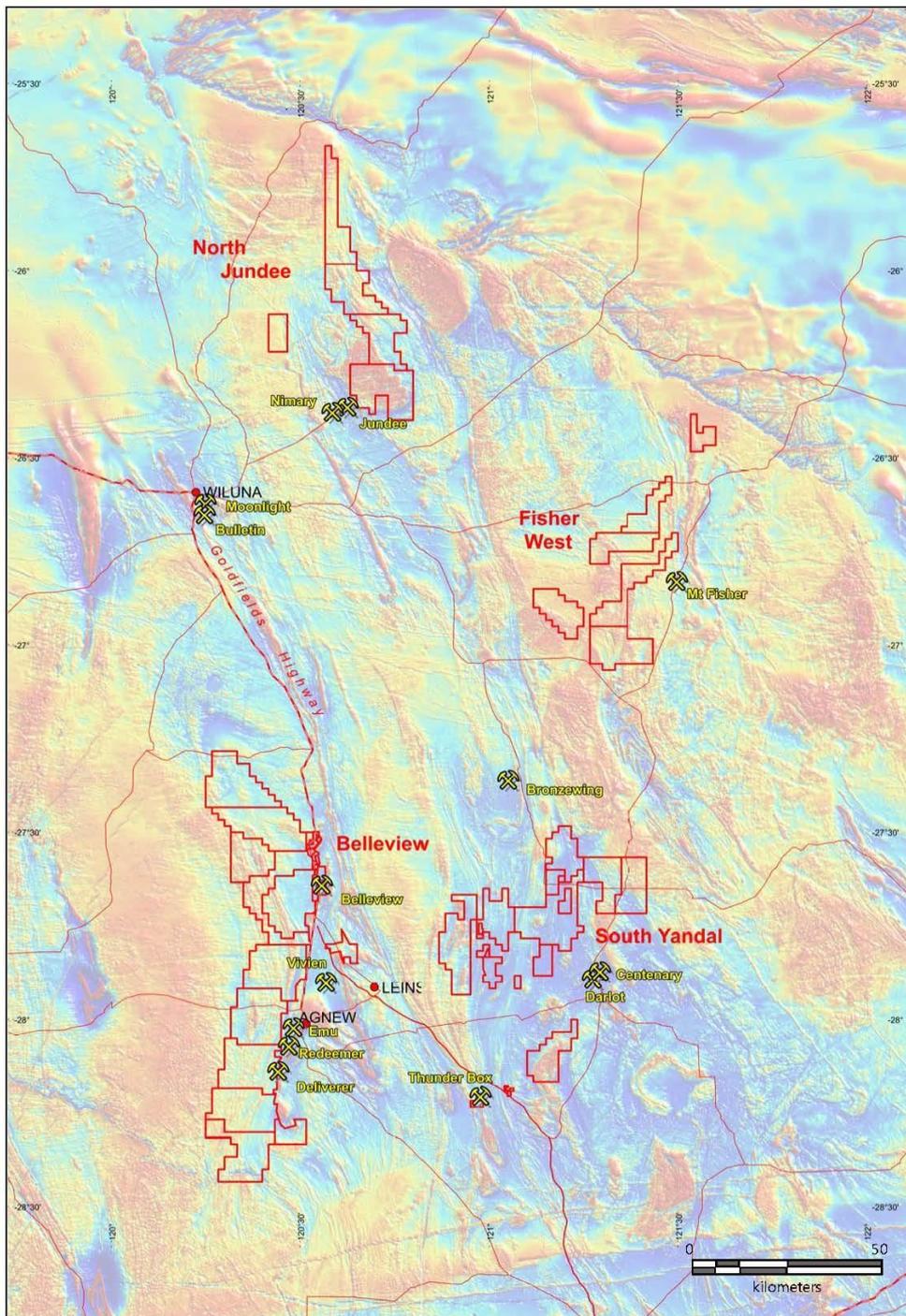


Figure 2: Draig Resources +4,500km² landholding of Bellevue, Yandal South, Fisher West & Jundee North gold projects in relation to gold mining operations against regional aeromagnetic image.

For further information regarding Draig Resources please visit the ASX platform (ASX:DRG) or the Company's website www.draigresources.com.au

Your faithfully,

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Competent Person Statement

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation prepared by Mr Shane Hibbird. Mr Hibbird is a full-time employee of Draig Resources and is a member of the AusIMM, Australian Institute of Geoscientists (AIG) and the Society of Exploration Geologists (SEG). Mr Hibbird has sufficient experience relevant to the styles of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person, as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Hibbird has provided his prior written consent as to the form and context in which the Exploration Results and the supporting information are presented in this announcement.

1. For full details of these Exploration results, refer to the Announcement or Release on the said date. Draig Resources is not aware of any new information or data that materially affects the information included in the said announcement.