



dampiergold

ASX ANNOUNCEMENT

29 April 2016

March 2016 - Quarterly Activities Report

ASX : DAU

ISSUED CAPITAL

Ordinary shares:

95,740,141

Undiluted Market

Capitalisation:

\$2.87M

Cash: \$1.95M

DIRECTORS

Mr Malcolm Carson

Executive Chairman

Ms Hui (Annie) Guo

Executive Director

Mr Peiji Zhang

Non-Executive Director

CONTACT

Dampier Gold Limited

ACN 141 703 399

116 Alastair Street

Lota QLD 4179

P: (07) 3901 0751

F: (07) 3901 0751

E: info@dampiergold.com

www.dampiergold.com

The Board of Dampier Gold Limited (Dampier of the Company) is pleased to present its Quarterly Activities Report for the period ending 31 March 2016.

The principal focus during the quarter was the sale of the Company's interest in the Plutonic Dome Gold Project (Project), together with the evaluation of other investment opportunities for Dampier.

Plutonic Dome Gold Project

On 3 March 2016, shareholders approved the sale to Vango Mining Limited (Vango) of the Company's interest in the Project for the following consideration:

(a) Non Contingent Component:

\$2,200,000 (excluding GST) to be paid on settlement.

(b) Contingent Component

The following amounts to be paid by Vango within 7 days after the occurrence of the following events:

- \$1,000,000 (excluding GST) on production of a total of 45,000 ounces of gold from the Project tenements;
- \$1,000,000 (excluding GST) on production of a total of 100,000 ounces of gold from the Project tenements;
- \$1,000,000 (excluding GST) on production of a total of 200,000 ounces of gold from the Project tenements; and
- \$1,000,000 (excluding GST) on production of a total of 300,000 ounces of gold from the Project tenements.

(c) ROYALTY

Vango to pay a royalty in cash or gold on overall production from the Project tenements as follows:



ASX ANNOUNCEMENT

dampiergold

- 1.0% on each ounce of gold produced from the Project tenements as of the date of issue of the mint receipt, calculated at the London Spot Fix AM (USD/oz) on that day, where the London Spot Fix AM (USD/oz) is equal to or greater than US\$1,175/oz, or
- 2.0% on each ounce of gold produced from the Project tenements as of the date of issue of the mint receipt, calculated at the London Spot Fix AM (USD/oz) on that day, where the London Spot Fix AM (USD/oz) is equal to or greater than US\$1,250/oz, or
- 3.0% on each ounce of gold produced from the Project tenements as of the date of issue of the mint receipt, calculated at the London Spot Fix AM (USD/oz) on that day, where the London Spot Fix AM (USD/oz) is equal to or greater than US\$1,400/oz, or
- 4.0% on each ounce of gold produced from the Project tenements as of the date of issue of the mint receipt, calculated at the London Spot Fix AM (USD/oz) on that day, where the London Spot Fix AM (USD/oz) is equal to or greater than US\$1,500/oz.

The royalty is capped at \$2 million.

Settlement for the sale is expected to occur in May.

Completion of the sale of the Project will give Dampier unencumbered >\$4M in cash, the prospect of additional cash payments and a royalty stream with the development of the Project.

During the quarter, Dampier reviewed several potential new business acquisitions. Assessment of other acquisition opportunities, as and when they may arise, will continue.

Malcolm Carson
EXECUTIVE CHAIRMAN
DAMPIER GOLD LIMITED

For personal use only



ASX ANNOUNCEMENT

dampiergold

Mining Tenement Information:

Tenement	Status	Grant Date	Expiry Date	Locality
E52/2071	Live	04-Sep-08	03-Sep-18	Marymia
E52/2072	Live	04-Sep-08	03-Sep-18	Marymia
E52/527	Live	03-Jul-92	02-Jul-01	Marymia
L52/154	Pending			Plutonic Dome
M52/183	Live	04-Dec-89	03-Dec-31	Marymia
M52/217	Live	20-Mar-91	19-Mar-33	Marymia
M52/218	Live	20-Mar-91	19-Mar-33	Marymia
M52/219	Live	20-Mar-91	19-Mar-33	Marymia
M52/220	Live	20-Mar-91	19-Mar-33	Marymia
M52/226	Live	20-Mar-91	19-Mar-33	Marymia
M52/227	Live	20-Mar-91	19-Mar-33	Marymia
M52/228	Live	20-Mar-91	19-Mar-33	Marymia
M52/229	Live	20-Mar-91	19-Mar-33	Marymia
M52/230	Live	20-Mar-91	19-Mar-33	Marymia
M52/231	Live	20-Mar-91	19-Mar-33	Marymia
M52/232	Live	20-Mar-91	19-Mar-33	Marymia
M52/233	Live	04-Feb-91	03-Feb-33	Marymia
M52/234	Live	04-Feb-91	03-Feb-33	Marymia
M52/235	Live	04-Feb-91	03-Feb-33	Marymia
M52/246	Live	09-Aug-91	08-Aug-33	Marymia
M52/247	Live	09-Aug-91	08-Aug-33	Marymia
M52/253	Live	11-Sep-91	10-Sep-33	Randal Well
M52/257	Live	04-Nov-91	03-Nov-33	Marymia
M52/258	Live	04-Nov-91	03-Nov-33	Marymia
M52/259	Live	04-Nov-91	03-Nov-33	Marymia
M52/269	Live	07-Nov-91	06-Nov-33	Marymia Hill
M52/270	Live	27-Nov-91	26-Nov-33	Marymia Hill
M52/278	Live	13-Jan-92	12-Jan-34	Plutonic Bore
M52/279	Live	13-Jan-92	12-Jan-34	Plutonic Bore
M52/291	Live	20-Mar-92	19-Mar-34	Randall Well
M52/292	Live	20-Mar-92	19-Mar-34	Randall Well
M52/293	Live	20-Mar-92	19-Mar-34	Randall Well



ASX ANNOUNCEMENT

dampiergold

Tenement	Status	Grant Date	Expiry Date	Locality
M52/299	Live	17-Mar-92	16-Mar-34	Plutonic
M52/303	Live	12-Aug-92	11-Aug-34	Marymia
M52/304	Live	12-Aug-92	11-Aug-34	Marymia
M52/305	Live	21-May-92	20-May-34	Plutonic
M52/306	Live	21-May-92	20-May-34	Plutonic
M52/320	Live	03-Sep-92	02-Sep-34	Marymia
M52/321	Live	03-Sep-92	02-Sep-34	Marymia
M52/323	Live	03-Sep-92	02-Sep-34	Marymia
M52/366	Live	14-May-93	13-May-35	Marymia
M52/367	Live	10-Jun-93	09-Jun-35	Plutonic Bore
M52/369	Live	10-Jun-93	09-Jun-35	Plutonic
M52/370	Live	10-Jun-93	09-Jun-35	Plutonic
M52/395	Live	10-Aug-93	09-Aug-35	Randall Well
M52/396	Live	15-Jun-93	14-Jun-35	Plutonic Bore
M52/478	Live	23-May-94	22-May-36	Marymia
M52/572	Live	14-Jun-96	13-Jun-17	Plutonic
M52/590	Live	27-Sep-96	26-Sep-17	Cabbage Gum Well
M52/593	Live	27-Sep-96	26-Sep-17	Plutonic Bore
M52/654	Live	30-Dec-97	29-Dec-18	Plutonic Bore
M52/670	Live	03-Jul-98	02-Jul-19	Cabbage Gum Well
M52/671	Live	03-Jul-98	02-Jul-19	Jimindi Well
M52/672	Live	03-Jul-98	02-Jul-19	Jimindi Well
M52/748	Pending			Marymia
M52/779	Live	27-Sep-13	26-Sep-34	Yowareena Hill
M52/780	Live	27-Sep-13	26-Sep-34	Yowareena Hill
M52/781	Pending			Yowareena Hill
M52/782	Pending			Yowareena Hill
P52/1220	Live	22-Mar-10	21-Mar-18	Marymia
P52/1221	Live	22-Mar-10	21-Mar-18	Marymia
P52/1222	Live	22-Mar-10	21-Mar-18	Marymia
P52/1223	Live	22-Mar-10	21-Mar-18	Marymia
P52/1393	Live	20-Dec-11	19-Dec-15	Marymia

EL52/527 is subject to the three ML pending applications.

The Company's wholly owned subsidiary, Dampier (Plutonic) Pty Ltd, is the holder of all of the tenements listed above, except for M52/748 which is held by Barrick (Plutonic) Limited.

No tenements were acquired or disposed of during the quarter.

Vango has claimed that it has earned a 60% interest in all of the tenements listed above.

No beneficial interests in Farm-in or Farm-out agreements were acquired or disposed of during the quarter.