

ASX Announcement

29 April 2014

QUARTERLY REPORT FOR THE PERIOD ENDED 31 MARCH 2014

1 HIGHLIGHTS

- Four exploration licences held, with one relinquished during April 2014;
- Expenses continue to be closely monitored; and
- Cash balance of \$2.601 million at the end of the quarter.



Location of Exploration Licences

2 EXPLORATION LICENCES

The Board and the Joint Venture Management Committee decided to relinquish exploration licence 13600X due to the assessed low probability of coal deposits occurring within this licence area which could be extracted on a commercial basis. The relinquishment occurred during April 2014.

The remaining exploration licences are 13581X, 13879X and 13880X.

3 SUMMARY OF EXPLORATION LICENCES

Name of Licence	Location	Licence number	Interest at Quarter End	Change in Interest during Quarter
Teeg	Ovorhangay, Mongolia	13879x	75%	No change
Urtiin Am	Ovorhangay, Mongolia	13581x	75%	No change
Khonkhor	Ovorhangay, Mongolia	13880x	75%	No change
Zamt-Uul	South Gobi, Mongolia	13600x	75%	No change

4 CORPORATE

Administration expenditure for the quarter was \$0.182 million which is less than the expenditure in the previous quarter of \$0.194 million.

The cash balance as of 31 March 2014 was \$2.601 million and there was no debt.

5 ENQUIRIES

Please contact Peter Doherty or Jarrod Smith on +61-2-9230-0760 or enquiries@draigresources.com for further information.

6 ABOUT DRAIG RESOURCES LIMITED

Draig Resources Limited (“Draig” or “the Company”) is exploring for coal in Mongolia. Currently, three exploration licences are managed under a joint venture arrangement (“Joint Venture”). A subsidiary of Draig holds a 75% interest in the Joint Venture and subsidiaries of Trinity Mongolia Pty Ltd (“Trinity”) hold 10% and 15% interests. The Draig subsidiary is the operator of the Joint Venture. This subsidiary holds the licences on a 100% basis on behalf of the Joint Venture. Draig also owns 19% of Trinity, an increase of 3% since last quarter.