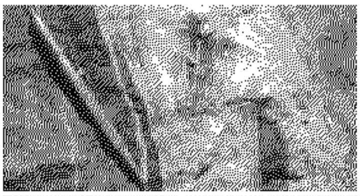


D'AGUILAR GOLD LIMITED

ACN 052 354 837

March 2005

INVESTOR NEWSLETTER

Dear Shareholder

As we previously mentioned in the first letter to you we intend to update you regularly on the progress D'Aguilar is making on its key projects.

Late last year D'Aguilar embarked on a Share Placement Plan (SPP) to raise $1.3 million. Since the end of the year, the SPP was successfully completed and the Company has working funds now of approximately $2 million. These funds are all allocated to three core projects over the next year in the D'Aguilar Block, south east Queensland, the exciting Guadalcanal, Solomon Islands project and the Anduramba Molybdenum project in south east Queensland.

D'Aguilar Block Project

As you are aware, a core focus of the D'Aguilar Block project has been the construction over the past year of a database which integrates all of the known sampling and magnetic surveys, stiches them all together and overlays the result on the known geology. By that process D'Aguilar has been able to outline a number of outstanding target areas which had in the past been misunderstood or in one case had a major component of the sampling simply never conducted by previous explorers! Your company's exploration crews are spending more and more time in the field following up an ever increasing number of these compelling prospects. The focus of the exploration effort in the area has changed from emphasis on early drilling to mapping sampling and definition of new targets. We believe that this provides a much greater understanding of the area and prioritises the new targets more efficiently.

D'Aguilar is currently awaiting the analytical results from the latest round of sampling on a newly outlined trend of epithermal or low temperature gold mineralisation in the D'Aguilar Block area, known as the White Rocks - Boonara trend which has to date yielded highly anomalous gold results from drainage samples. This area has not previously been sampled and covers an area in excess of 25 km^2.

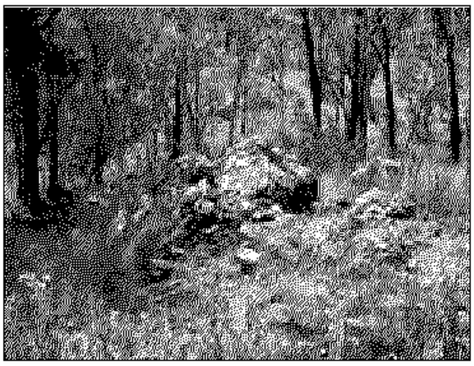
Other key targets in the D'Aguilar Block which are receiving a lot of attention at present include :

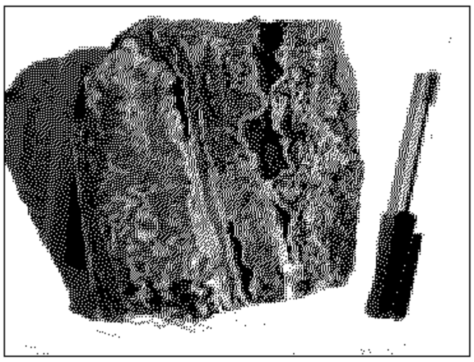
1. The **Manumbar – Court le Roi trend** where we have defined extensions to the vein system we drilled last year, south west of the previous mining area. Mapping and sampling of potentially mineralised structures outlined on the ground magnetic survey in December are continuing.
2. **Sawpit Creek and Ortts** which are in a newly identified basin like Manumbar.
3. **Tewoo** - a large target strongly anomalous in gold 5 km northeast of Manumbar.
4. **Long Tunnel - One Mile and Livingstones** where gold and copper values are present in a wide range of rock types over a broad area and from which approximately 100,000 ounces of alluvial gold has been previously produced by other parties.
5. **Nickel Project** - Sampling of the nickel rich serpentinite has commenced and leaching tests will follow.

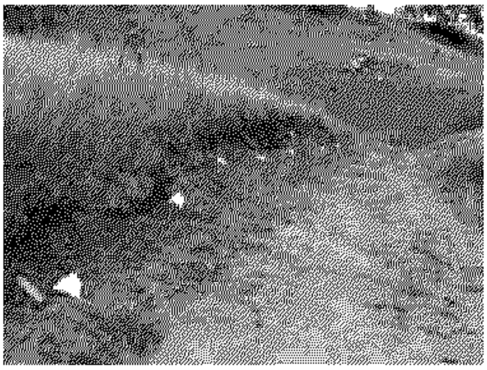
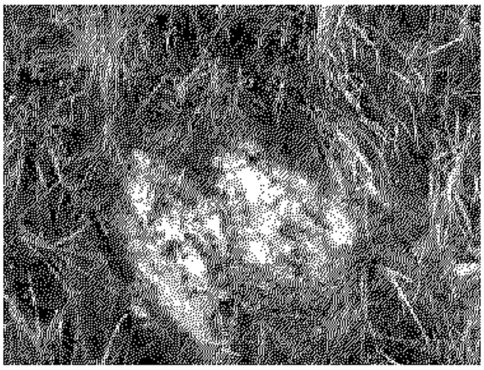
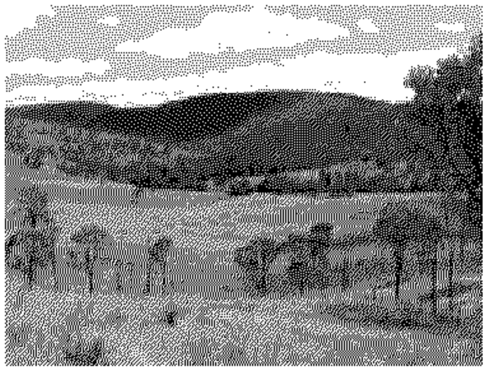
Anduramba Molybdenum Project

This resource defined by CRA and BHP as 20 million tonnes at a grade of .07% molybdenum with a core of 8 million tonnes at a grade of 0.11% molybdenum forms a core part of D'Aguilar's asset base.

The Board has recently commissioned an independent scoping study on Anduramba by a recognised mining consultancy to determine the broad economics of a mine development if it passed the bankable feasibility stage and a concentrate sales agreement could be entered.







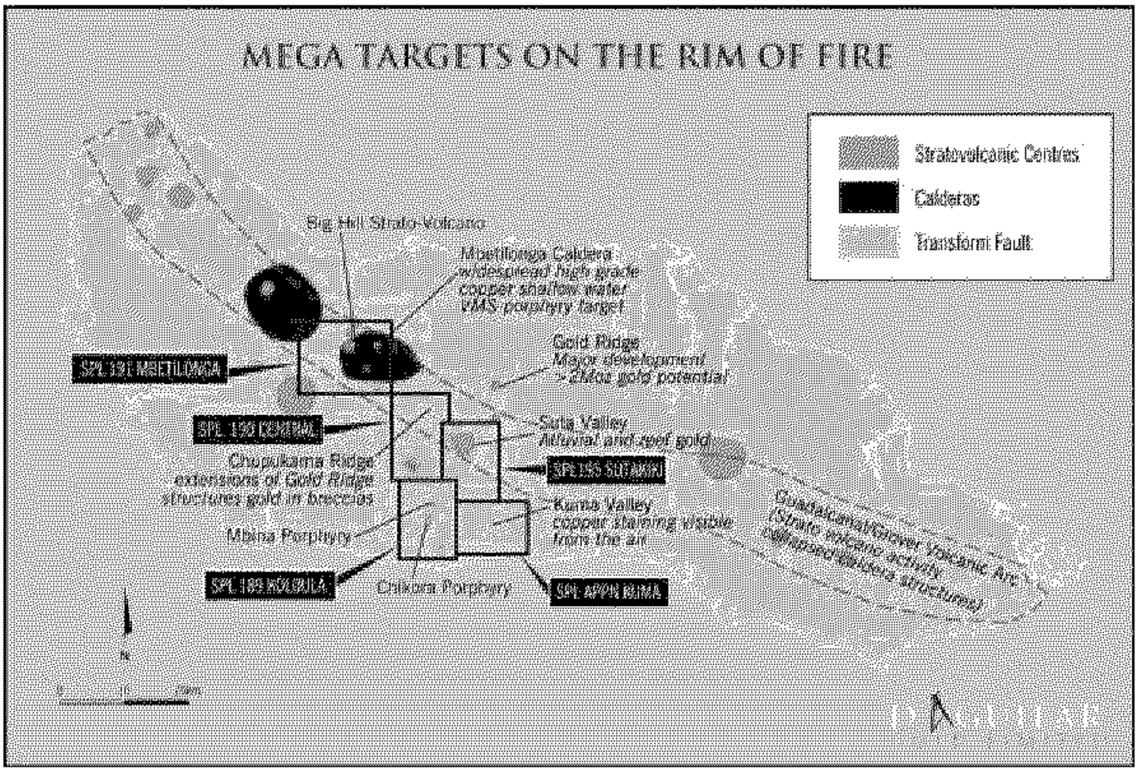
D'Aguilar's interest in the project was based on the presence of a substantial resource defined already so the exploration risk has essentially gone, further resource upside, the outstanding logistic features of the project, a low strip ratio and the paradigm shift in world metal markets for steel and steel alloys. This shift is being driven by unprecedented demand from China and India and has fuelled a price rise for molybdenum from US$6 to US$30 over the last few years. We believe that there is considerable evidence to suggest that the supply demand imbalance will persist for some time to come yet and that this will support a favourable outcome for D'Aguilar's Anduramba Project. The results of phase 1 of the study will be available within a month.

Solomon Islands Gold Project

Since we last reported to you on this project we have made progress on the recommencement of field activities in Solomon Islands. The MD Nick Mather and director Ian Levy, both with considerable experience in the South Pacific, visited the relevant Government Departments in the Capital, Honiara in February and were encouraged by the level of support for the D'Aguilar exploration plans through D'Aguilar's wholly owned subsidiary Australian Resource Management (ARM) Pty Ltd. Importantly we were able to establish that the law and order situation has improved to the point where it is now safe to recommence activities in Solomon Islands. Logistics and operational licences permitting we expect to be active there on the ground in late March. We have commenced the process and are taking steps to appoint a resident manager there.

D'Aguilar is optimistic that the encouraging results gathered on the main projects at Mbetilonga and in the Koloula Valley in the late 1990s will lead to the discovery of a major world class bulk mineable copper gold orebody. The location of the project area on the Pacific Rim of Fire along strike from the Panguna orebody on Bougainville continues to be a major factor in the prognosis for D'Aguilar's future in Solomon Islands.

The Board and management of D'Aguilar will continue to keep you informed of developments as they unfold.



For further information on D'Aguilar Gold and its projects, visit: www.daguilar.com.au or contact Mr Nicholas Mather, Managing Director or Mr Duncan Cornish, Company Secretary on telephone: +61 7 3303 0680