

**DRAGON MOUNTAIN GOLD LIMITED**

ABN 82 111 005 282

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25 July 2007

ASX Markets Supervision Pty Ltd
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Sirs

RESTRICTED SECURITIES

Please be advised that the following securities in Dragon Mountain Gold Limited are subject to restriction agreements:

Class	Number	Restriction Expiry
Ordinary Shares	46,772,073	24 months from date of quotation
Ordinary Shares	6,268,517	9 March 2008
Ordinary Shares	437,500	18 April 2008
Ordinary Shares	275,000	30 April 2008
Ordinary Shares	9,657,686	19 May 2008
Ordinary Shares	972,222	25 May 2008
Ordinary Shares	823,909	5 June 2008
Ordinary Shares	76,369	7 June 2008
Options exercisable at 20 cents expiring 31 December 2010	3,520,000	31 May 2008
Options exercisable at 20 cents expiring 31 December 2010	880,000	24 months from date of quotation
Options exercisable at 50 cents expiring 30 June 2012	750,000	24 months from date of quotation
Options exercisable at 60 cents expiring 30 June 2012	1,500,000	24 months from date of quotation

Class	Number	Restriction Expiry
Options exercisable at 80 cents expiring 30 June 2012	1,250,000	24 months from date of quotation
Performance Options exercisable at 40 cents expiring 23 July 2012	2,940,000	24 months from date of quotation
Performance Options exercisable at 60 cents expiring 23 July 2012	2,940,000	24 months from date of quotation
Performance Options exercisable at 40 cents expiring 23 July 2012	2,430,000	24 July 2008
Performance Options exercisable at 60 cents expiring 23 July 2012	2,430,000	24 July 2008
Performance Options exercisable at 80 cents expiring 23 July 2012	1,340,000	24 months from date of quotation

Yours faithfully



JANE TERRY
Company Secretary