Rules 1.1 Cond 3, 1.7

RECEIVED
23 DEC 2008
STOCK EXCHANGE LIMITED PERTH

Appendix 1A

ASX Listing application and agreement

This form is for use by an entity seeking admission to the +official list as an ASX Listing (for classification as an ASX Debt Listing use Appendix 1B, and for classification as an ASX Foreign Exempt Listing use Appendix 1C).

The form is in 3 parts:

1. *Application for admission to the +official list;*
2. *Information to be completed; and*
3. *Agreement to be completed.*

Information and documents (including this appendix) given to ASX in support of an application become ASX's property and may be made public. This may be prior to admission of the entity and +quotation of it's +securities. Publication does not mean that the entity will be admitted or that its +securities will be quoted.

Introduced 1/7/96. Origin: Appendix 1. Amended 1/7/97, 1/7/98, 1/9/99, 13/3/2000, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005, 20/7/2007.

Part 1 - Application for admission to the official list

Name of entity	ABN
DRAGON ENERGY LTD	**38 119 992 175**

We (the entity) apply for admission to the +official list of Australian Stock Exchange Limited (ASX) and for +quotation of +securities.

Part 2 - Information to be completed

About the entity

You must complete the relevant sections (attach sheets if there is not enough space).

All entities

1 Deleted 30/9/2001

		Number	+Class
2	+Main class of +securities	**144,459,507**	**Fully paid ordinary shares.**
3	Additional +classes of +securities (except +CDIs)	Number to be quoted	+Class
		-	**Not applicable**

+ See chapter 19 for defined terms.

Number not to be quoted	+Class
11,150,000	**Options exercisable at $0.30 each on or before 31 May 2012.**

4	Telephone number, postal address for all correspondence, general fax number, fax number for +company announcements office to confirm release of information to the market, and e-mail address for contact purposes.	**Telephone: (61 8) 6389 2688** **Facsimile: (61 8) 6389 2588** **79 Broadway** **Nedlands WA 6009** **Contact: Mr Anthony Ho – Director/ Company Secretary** **Email: anthony@anthonyho.com.au**
5	Address of principal +security registries for each +class of +security (including +CDIs)	**Computershare Investor Services Pty Ltd** **Level 2, Reserve Bank Building** **45 St Georges Terrace** **PERTH WA 6000**
6	Annual balance date	**30 June**

Companies only

(Other entities go to 19)

7	Name and title of chief executive officer/managing director	**Mr Xu Gang –Managing Director**
8	Name and title of chairperson of directors	**Mr Jie Chen**
9	Names of all directors	**Mr Jie Chen** **Mr Xu Gang** **Mr Anthony Ho** **Mr Qingyong Guo** **Mr Wenle Zeng**

+ See chapter 19 for defined terms.

10	Duration of appointment of directors (if not subject to retirement by rotation) and details of any entitlement to participate in profits	**All Directors are subject to retirement by rotation except the Managing Director (per Clause 13.2 of the Company's constitution).** **There are no entitlements to participate in profits.**
11	Name and title of company secretary	**Mr Anthony Ho– Company Secretary**
12	Place of incorporation	**Perth, WA**
13	Date of incorporation	**1 June 2006**
14	Legislation under which incorporated	**Corporations Act 2001**
15	Address of registered office in Australia	**79 Broadway** **Nedlands WA 6009**
16	Month in which annual meeting is usually held	**November**
17	Months in which dividends are usually paid (or are intended to be paid)	**Not Applicable**
18	If the entity is a foreign company which has a certificated subregister for quoted +securities, the location of Australian +security registers	**Not Applicable**
18A	If the entity is a foreign company, the name and address of the entity's Australian agent for service of process	**Not Applicable**

(Companies now go to 31)

All entities except companies

Questions 19 to 30A – Not Applicable

+ See chapter 19 for defined terms.

About the entity

All entities

No.	Tick to indicate you are providing the information or documents		Where is the information or document to be found? (eg, prospectus cross reference)
31	☒	Evidence of compliance with 20 cent minimum issue price or sale price, and spread requirements	**Issue Price: Section 2.1 of Prospectus.** **Spread: to be provided**
32	☒	Prospectus, Product Disclosure Statement or information memorandum relevant to the application (50 copies)	**2 copies of the Prospectus are attached. 50 copies of the printed Prospectus will be forwarded in due course.**
33	☒	Cheque for fees	**Cheque for listing fees is attached. Refer Annexure A for calculation of fees payable.**
34	☒	Type of subregisters the entity will operate Example: CHESS and certificated subregisters	**CHESS and Issuer Sponsored** **Refer Section 2.14 of Prospectus**
35	☒	Copies of any contracts referred to in the prospectus, Product Disclosure Statement or information memorandum (including any underwriting agreement)	**Copies of contracts referred to in Section 10.2 of the Prospectus are attached in Annexure B.**
36	☒	A certified copy of any restriction agreement entered into in relation to +restricted securities	**To be provided**
37	☒	If there are +restricted securities, undertaking issued by any bank or +recognised trustee	**To be provided**
38	☒	(Companies only) - certificate of incorporation or other evidence of status (including any change of name)	**Annexure C**
39	☐	(All entities except companies) - certificate of registration or other evidence of status (including change of name)	**Not Applicable**
40	☒	Copy of the entity's constitution (eg, if a company, the memorandum and articles of association)	**Annexure D**

+ See chapter 19 for defined terms.

Item		Description	Where is the information or document to be found? (eg, prospectus cross reference)
41	☒	Completed checklist that the constitution complies with the listing rules (copy of articles checklist is available from any Companies Department)	**Annexure E – letter from ASX dated 26 September 2007.**
42	☒	A brief history of the entity or, if applicable, the group	**Prospectus - Section 3.1**
42A	☒	Copy of agreement with ASX that documents may be given to ASX and authenticated electronically.	**Annexure F**

About the securities to be quoted

All entities

43	☒	Confirmation that the +securities to be quoted are eligible to be quoted under the listing rules	**We confirm that the conditions for quotation in Listing Rule 2.1 have been, or will be, met.**
44	☒	Voting rights of +securities to be quoted	**Refer Section 10.8 of the Prospectus and Annexure D for the Constitution (rights attaching to shares).**
45	☒	A specimen certificate/holding statement for each +class of +securities to be quoted and a specimen holding statement for +CDIs	**Annexure G**
46	☒	Terms of the +securities to be quoted	**Refer Sections 2.1 and 10.8 of the Prospectus.**
47	☐	A statement setting out the names of the 20 largest holders in each +class of +securities to be quoted, and the number and percentage of each +class of +securities held by those holders	**To be provided**
48	☐	A distribution schedule of each +class of +equity securities to be quoted, setting out the number of holders in the categories - 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over	**To be provided**
49	☐	The number of holders of a parcel of +securities with a value of more than \$2,000, based on the issue/sale price	**To be provided**
50	☐	Terms of any +debt securities and +convertible debt securities	**Not Applicable**

+ See chapter 19 for defined terms.

			Where is the information or document to be found? (eg, prospectus cross reference)
51	☐	Trust deed for any +debt securities and +convertible debt securities	**Not Applicable**
52	☐	Deleted 24/10/2005.	

All entities with classified assets

(Other entities go to 62)

All +mining exploration entities and, if ASX asks, any other entity that has acquired, or entered into an agreement to acquire a +classified asset, must give ASX the following information.

53	☒	The name of the vendor and details of any relationship of the vendor with us	**Refer Annexure H**
54	☒	If the vendor was not the beneficial owner of the +classified asset at the date of the acquisition or agreement, the name of the beneficial owner(s) and details of the relationship of the beneficial owner(s) to us	**Refer Annexure H**
55	☒	The date that the vendor acquired the +classified asset	**Refer Annexure H**
56	☒	The method by which the vendor +acquired the +classified asset, including whether by agreement, exercise of option or otherwise	**Refer Annexure H**
57	☒	The consideration passing directly or indirectly from the vendor (when the vendor +acquired the asset), and whether the consideration has been provided in full	**Refer Annexure H**
58	☒	Full details of the +classified asset, including any title particulars	**Refer Annexure H**

+ See chapter 19 for defined terms.

			Where is the information or document to be found? (eg, prospectus cross reference)
59	☒	The work done by or on behalf of the vendor in developing the +classified asset. In the case of a +mining tenement, this includes prospecting in relation to the tenement. If money has been spent by the vendor, state the amount (verification of which may be required by ASX).	**Refer Annexure H**
60	☒	The date that the entity +acquired the +classified asset from the vendor, the consideration passing directly or indirectly to the vendor, and whether that consideration has been provided in full	**Refer Annexure H**
61	☒	A breakdown of the consideration, showing how it was calculated, and whether any experts' reports were commissioned or considered (and if so, with copies attached).	**Refer Annexure H**

About the entity's capital structure

All entities

62		Deleted 1/9/99.	
63	☐	A copy of the register of members, if ASX asks	**To be provided, if ASX asks.**
64	☐	A copy of any court orders in relation to a reorganisation of the entity's capital in the last five years	**Not Applicable**
65	☒	The terms of any +employee incentive scheme	**Annexure I (refer also Section 10.9 of the Prospectus).**
66	☐	The terms of any +dividend or distribution plan	**Not Applicable**
67	☒	The terms of any +securities that will not be quoted	**Refer Section 10.9 of the Prospectus and Annexure K for terms and conditions of Options.**
68		Deleted 1/7/98.	

+ See chapter 19 for defined terms.

No.		Item	Where is the information or document to be found? (eg, prospectus cross reference)
69	☒	The entity's issued capital (interests), showing separately each +class of +security (except +CDIs), the amount paid up on each +class, the issue price, the dividend (in the case of a trust, distribution) and voting rights attaching to each +class and the conversion terms (if applicable)	**Refer Section 1.0 of the Prospectus and Annexure J for Capital Structure.** **Refer Section 10.8 of the Prospectus for dividend and other rights attaching to Shares.** **Refer Section 10.9 of the Prospectus and Annexure K for terms and conditions of Options.**
70	☐	The number of the entity's debentures, except to bankers, showing the amount outstanding, nominal value and issue price, rate of interest, dates of payment of interest, date and terms of redemption of each +class and conversion terms (if applicable) Note: This applies whether the securities are quoted or not.	**Not Applicable**
71	☐	The number of the entity's unsecured notes, showing the amount outstanding, nominal value and issue price, rate of interest, dates of payment of interest, date and terms of redemption of each +class and conversion terms (if applicable) Note: This applies whether the securities are quoted or not.	**Not Applicable**
72	☒	The number of the entity's options to +acquire unissued +securities, showing the number outstanding Note: This applies whether the securities are quoted or not.	**Refer Section 10.9 of the Prospectus and Annexure J for Capital Structure.**
73	☐	Details of any rights granted to any +person, or to any class of +persons, to participate in an issue of the entity's +securities Note: This applies whether the securities are quoted or not.	**Not Applicable**
74	☒	If the entity has any +child entities, a list of all +child entities stating in each case the name, the nature of its business and the entity's percentage holding in it. Similar details should be provided for every entity in which the entity holds (directly or indirectly) 20% or more of the issued capital (interests).	**Refer Annexure L.**

+ See chapter 19 for defined terms.

About the entity's financial position

(Entities meeting the profit test go to 75. For the assets test go to 81A.)

All entities meeting the profit test

Questions 75 to 80B – Not Applicable

All entities meeting the assets test

(only complete one of 81A, 81B or 81C and one of 82 or 83)

Introduced 1/7/96. Amended 1/7/99.

No.		Item	Where is the information or document to be found? (eg, prospectus cross reference)
81		Deleted 1/7/97	
81A	☒	For entities other than +investment entities, evidence of net tangible assets of at least $2 million or market capitalisation of at least $10 million	**Refer Pro-forma Balance Sheet in the Investigating Accountant's Report in Section 6.0 of the Prospectus.**
81B	☐	For +investment entities other than +pooled development funds, evidence of net tangible assets of at least $15 million	**Not Applicable**
81C	☐	Evidence that the entity is a +pooled development fund with net tangible assets of at least $2 million	**Not Applicable**
82	☐	Evidence that at least half of the entity's total tangible assets (after raising any funds) is not cash or in a form readily convertible to cash (if there are no-commitments)	**Not Applicable**
83	☒	Evidence that there are commitments to spend at least half of the entity's cash and assets in a form readily convertible to cash (if half or more of the entity's total tangible assets (after raising any funds) is cash or in a form readily convertible to cash)	**Refer Section 2.3 of the Prospectus.**
84	☒	Statement that there is enough working capital to carry out the entity's stated objectives (and statement by independent expert, if required)	**Refer Section 2.7 of the Prospectus.**
85		Deleted 1/9/99.	
86		Deleted 1/7/97.	

+ See chapter 19 for defined terms.

87	☒	+Accounts for the last 3 full financial years and audit report, review or statement that not audited or not reviewed	**Refer Annexure M. Note company only incorporated on 1 June 2008.**
87A	☐	Half yearly +accounts (if required) and audit report, review or statement that not audited or not reviewed	**Not Applicable – Dragon Energy is not a disclosing entity (as defined in the Corporations Act).**
87B	☒	Audited balance sheet (if required) and audit report	**Refer Annexure M.**
87C	☒	Pro forma balance sheet and review	**Refer Investigating Accountant's Report in Section 6.0 of Prospectus.**

(Now go to 106)

88	Deleted 1/7/97.
89-92C	Deleted 1/9/99.
93	Deleted 1/7/97.
94-98C	Deleted 1/9/99.
99	Deleted 1/7/97.
100-105C	Deleted 1/9/99.

+ See chapter 19 for defined terms.

About the entity's business plan and level of operations

All entities

Information contained in the information memorandum			Where is the information or document to be found? (eg, prospectus cross reference)
106	☒	Details of the entity's existing and proposed activities, and level of operations. State the main business	**Refer Section 3 of Prospectus**
107	☒	Details of any issues of the entity's +securities (in all +classes) in the last 5 years. Indicate issues for consideration other than cash	**Refer Annexure N.**

Information memorandum requirements

All entities

Questions 108 to 119 – Not Applicable

Other information

All entities

			Where is the information or document to be found? (eg, prospectus cross reference)
120	☐	Evidence that the supplementary information memorandum was sent to every +person who was sent an information memorandum	**Not Applicable**
121	☒	Details of any material contracts entered into between the entity and any of its directors (if a trust, the directors of the responsible entity)	**Annexure B** **Also refer Section 10.2 of Prospectus.**
122	☐	A copy of every disclosure document or Product Disclosure Statement issued, and every information memorandum circulated, in the last 5 years	**Not Applicable**
123	☐	Information not covered elsewhere and which, in terms of rule 3.1, is likely materially to affect the price or value of the entity's +securities	**Not Applicable**
123A	☐	The documents which would have been required to be given to ASX under rules 4.1, 4.2, 4.3, 4.5, 5.1, 5.2 and 5.3 had the entity been admitted to the +official list at the date of its application for admission, unless ASX agrees otherwise. Example: ASX may agree otherwise if the entity was recently incorporated.	**To be provided, if required by ASX.**

Mining exploration entities

Questions 124 to 129 – Not Applicable

+ See chapter 19 for defined terms.

Part 3 - Agreement

All entities

You must complete this agreement. If you require a seal to be bound, the agreement must be under seal.

We agree:

1 Our admission to the +official list is in ASX's absolute discretion. ASX may admit us on any conditions it decides. +Quotation of our +securities is in ASX's absolute discretion. ASX may quote our +securities on any conditions it decides. Our removal from the +official list or the suspension or ending of +quotation of our +securities is in ASX's absolute discretion. ASX is entitled immediately to suspend +quotation of our +securities or remove us from the +official list if we break this agreement, but the absolute discretion of ASX is not limited.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law, and is not for an illegal purpose.
- There is no reason why the +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

  Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 601MB(1), 737, 738, 992A, 992AA or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from, or connected with, any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

+ See chapter 19 for defined terms.

5 We will comply with the listing rules that are in force from time to time, even if +quotation of our +securities is deferred, suspended or subject to a +trading halt.

6 The listing rules are to be interpreted:

- in accordance with their spirit, intention and purpose;
- by looking beyond form to substance; and
- in a way that best promotes the principles on which the listing rules are based.

7 ASX has discretion to take no action in response to a breach of a listing rule. ASX may also waive a listing rule (except one that specifies that ASX will not waive it) either on our application or of its own accord on any conditions. ASX may at any time vary or revoke a decision on our application or of its own accord.

8 A document given to ASX by an entity, or on its behalf, becomes and remains the property of ASX to deal with as it wishes, including copying, storing in a retrieval system, transmitting to the public, and publishing any part of the document and permitting others to do so. The documents include a document given to ASX in support of the listing application or in compliance with the listing rules.

9 In any proceedings, a copy or extract of any document or information given to ASX is of equal validity in evidence as the original.

10 Except in the case of an entity established in a jurisdiction whose laws have the effect that the entity's +securities cannot be approved under the operating rules of the +approved CS facility:

- We will satisfy the +technical and performance requirements of the +approved CS facility and meet any other requirements the +approved CS facility imposes in connection with approval of our +securities.
- When +securities are issued we will enter them in the +approved CS facility's subregister holding of the applicant before they are quoted, if the applicant instructs us on the application form to do so.
- The +approved CS facility is irrevocably authorised to establish and administer a subregister in respect of the +securities for which +quotation is sought.

+ See chapter 19 for defined terms.

11 Except in the case of an entity established in a jurisdiction whose laws have the effect that the entity's +securities cannot be approved under the operating rules of the +approved CS facility, we confirm that either:

☐ we have given a copy of this application to the +approved CS facility in accordance with the operating rules of the +approved CS facility ; or

☒ we ask ASX to forward a copy of this application to the +approved CS facility.

12 In the case of an entity established in a jurisdiction whose laws have the effect that the entity's +securities cannot be approved under the operating rules of the +approved CS facility:

- The +approved CS facility is irrevocably authorised to establish and administer a subregister in respect of +CDIs.
- We will make sure that +CDIs are issued over +securities if the holder of quoted +securities asks for +CDIs.

13 In the case of an entity established in a jurisdiction whose laws have the effect that the entity's +securities cannot be approved under the operating rules of the +approved CS facility:

☐ we have given a copy of this application to the approved CS facility in accordance with the operating rules of the +approved CS facility; or

☒ we ask ASX to forward a copy of this application to the +approved CS facility.

SIGNED for and on behalf of)
DRAGON ENERGY LTD)
by authority of its Directors in)
accordance with section 127 of)
the Corporations Act)

Gang Xu
Director

Anthony Ho
Director/Company Secretary

Date: 23 December 2008

+ See chapter 19 for defined terms.