Market Update

August 2011

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Fast track/low capex path to production

Brownfields potential

Greenfields potential

Corporate

- Dampier Gold (ASX:DAU) listed on 23 August 2010 following $20 million IPO raise
- 100% interest in Plutonic Dome Project acquired from Barrick
- Capital structure

Shares on issue	54,350,004
Options on issue	17,950,000
Share price (29 July 2011)	$0.27
Undiluted market capitalisation	$14.7m
Cash (30 June 2011)	$13.3m

- Major shareholders

Directors	15.5%
BlackRock	7.0%
Barrick	6.3%

Plutonic Dome Project Overview

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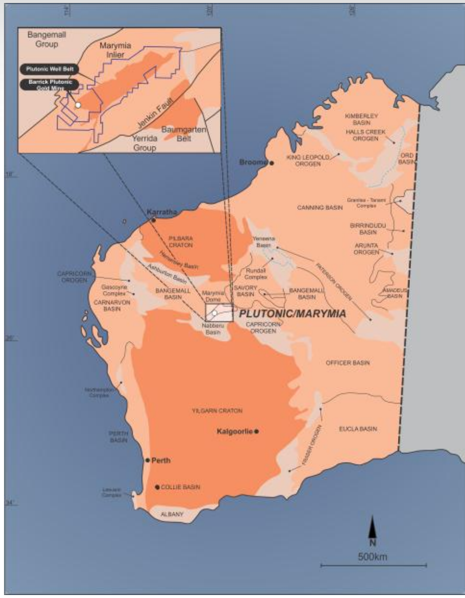
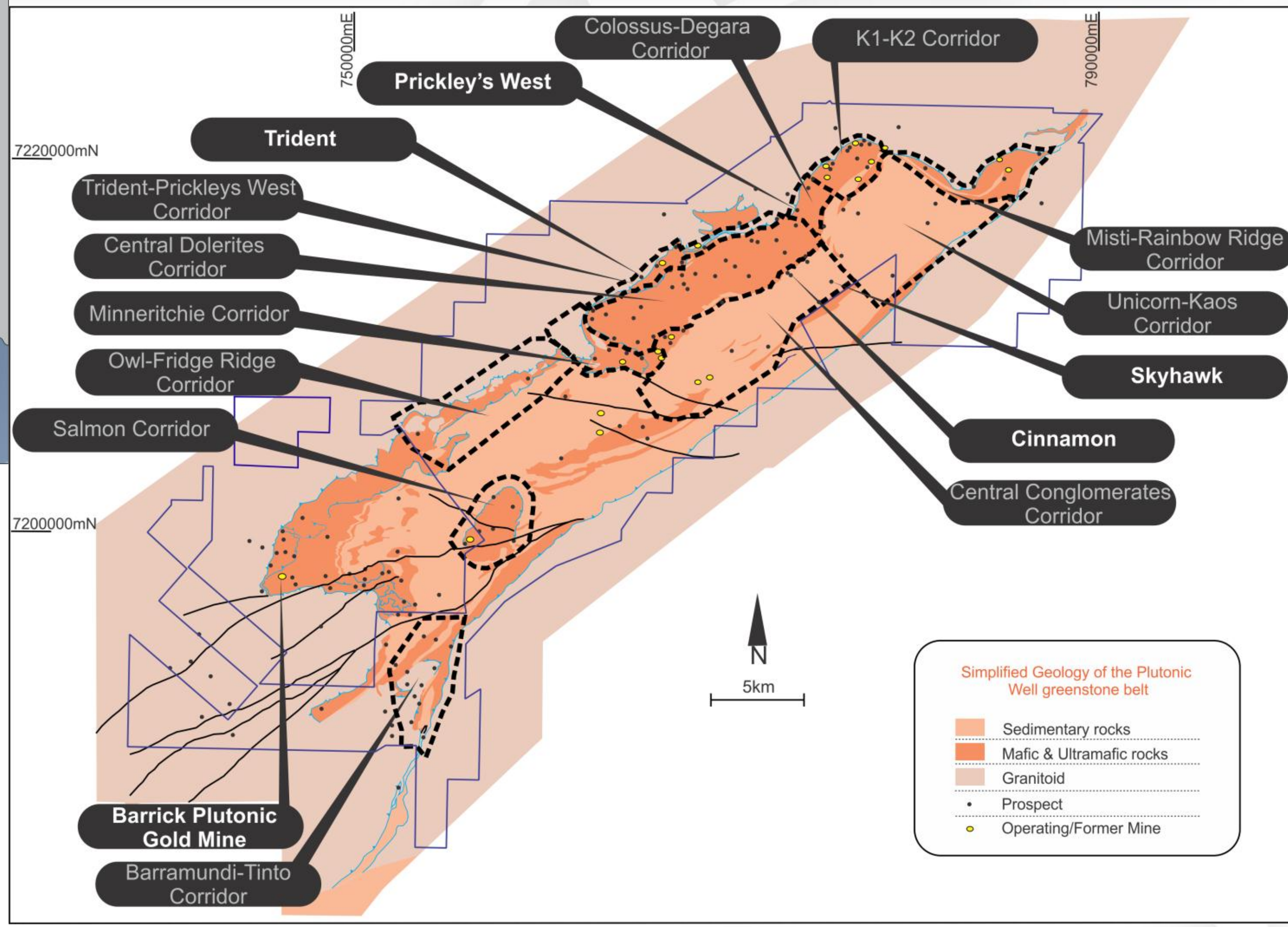
Fast Track - Low Capex Path to Production	- Framework terms in place for proposed ore purchase agreement to access Barrick's Plutonic processing facility - Plutonic facility has 1.8 mtpa nameplate capacity but currently treats half this amount - All known deposits contained in granted Mining Leases with established infrastructure such as haul roads
Brownfields potential	- Current JORC Resource: 553,400 oz Au (4.1mt at 4.2g/t Au)[i] - Most deposits and prospects open at depth or along strike - Majority of former open pits mined to less than 50m depth - Numerous drill intersections never followed up
Greenfields potential	- Extensive, under-explored mineralised corridors - Abundant untested targets - Early success from targeted exploration strategy

i. See appendix for JORC Resource details

Project Attributes:

highly prospective and under-explored





Fast track/low capex path to production

Brownfields potential

Greenfields potential

Low capex – fast track production strategy

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- Potential fast-track to production with low capex requirements once sufficient reserves are defined and ore purchase agreement with Barrick is finalised
- All major deposits are located within 15km to 45km of Plutonic facility and are connected by established haul roads
- Medium-scale, stand alone gold processing facilities being constructed in Western Australia are generally facing start-up capital costs in the range of $60 to $100 million
- Dampier has a competitive advantage over most emerging producers

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Fast track/low capex path to production

Brownfields potential

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Brownfields potential

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- **Current Mineral Resource of <u>553,400 ounces of gold</u> (4.1mt at 4.2g/t Au)[i] reported using realistic economic constraints and expected to grow**
- **Previous operators mostly exploited oxide mineralisation leaving considerable opportunity for additional discoveries extending from many of the 40 shallow open pits**
- **<u>Trident:</u> undeveloped resource of 1.9mt at 5.5g/t[i] for 326,000 oz Au, open pit and underground potential**
- **<u>K2-K3:</u> highest grade open pit mine, cut-back and underground potential**
- **<u>Cinnamon and Skyhawk</u>: new setting for gold mineralisation, exceptional widths confirmed in recent drilling**
- **<u>Prickley's West:</u> high grade near surface drill intersections not followed up down plunge**

i. See appendix for JORC Resource details

Trident:
flagship project

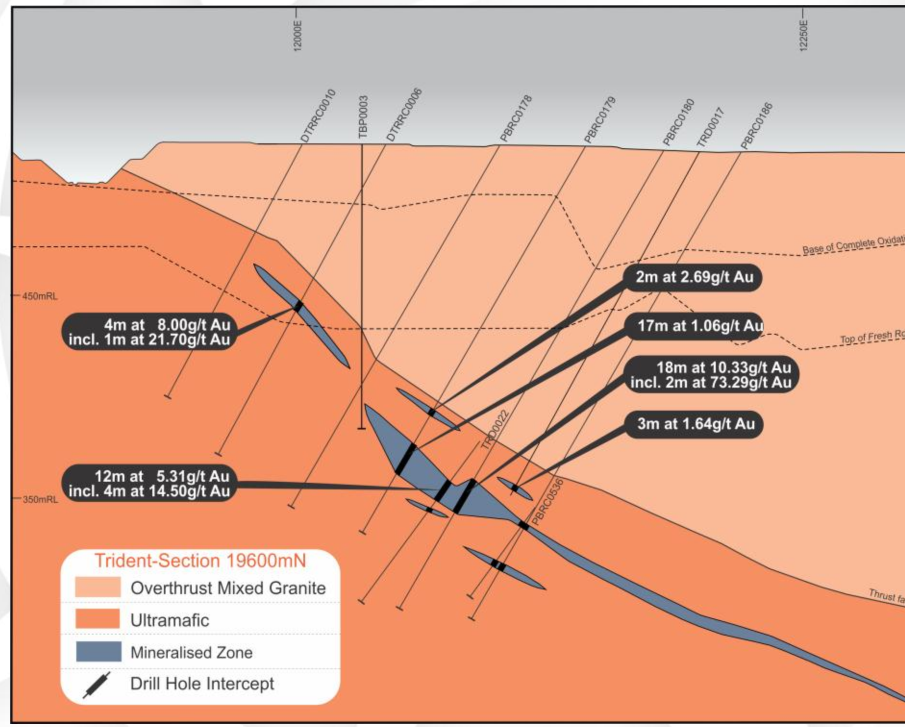
Large undeveloped Mineral Resource

- Indicated: 0.8mt at 6.2g/t Au
- Inferred: 1.1mt at 4.9g/t Au
- **Total: 1.9mt at 5.5g/t Au for 326,000 oz**

Blind discovery under granite overthrust, remains open in most directions, good scope for expansion

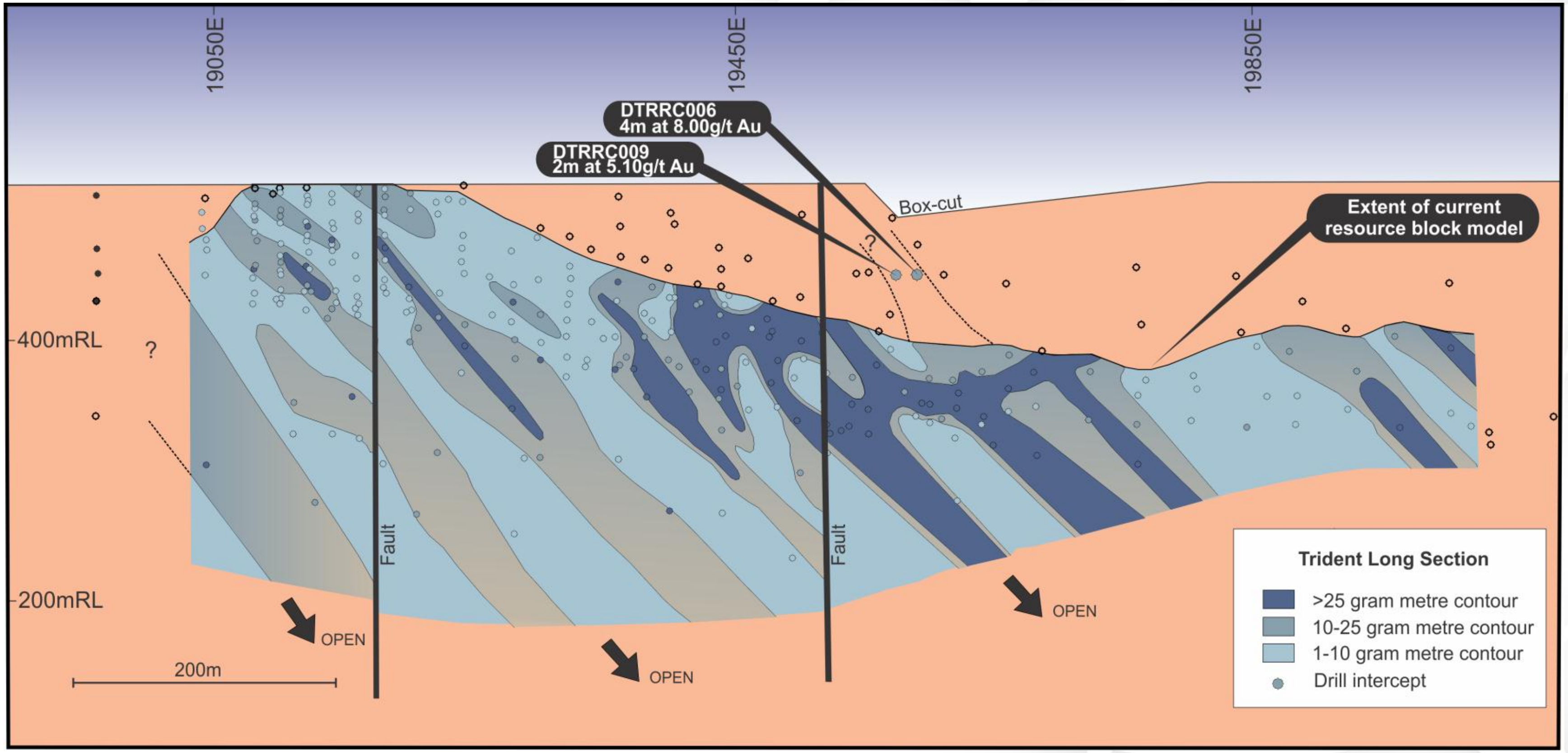
Recently identified near-surface shoots enhances open pit potential

Long life combined open pit and underground development opportunity



Trident:
long section

Promising up dip intersections in close proximity to the existing box cut



K2-K3:
advanced development opportunity

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Current Mineral Resource

- Open Pit: 0.5mt at 3.2g/t Au (Measured, Indicated and Inferred) [i]
- Underground: 0.2mt at 6.1g/t Au (Indicated and Inferred) [i]
- **Total: 0.7mt at 4.1g/t Au for 98,000 oz**

Highest grade open pit mine (~4g/t Au), open at depth

Potential cut-back and underground development with decline already in place

i. See appendix for JORC Resource details

Cinnamon:
emerging story

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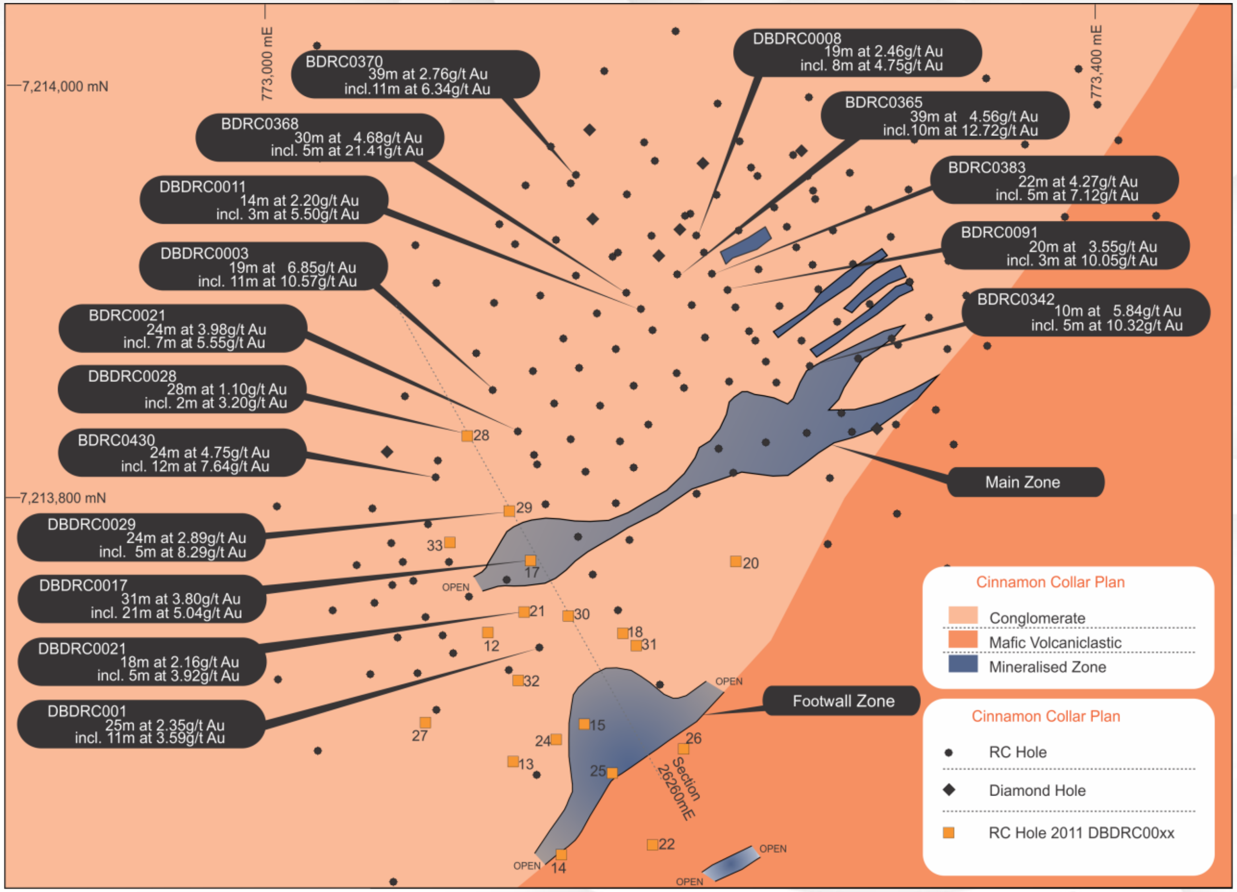
- Former shallow (~5m) open pit operation
- Wide zones consistently intersected below pit
- Unique style of conglomerate-hosted gold mineralisation
- Data analysis and geological modelling in progress
- Under-explored host structure represents high priority target



Cinnamon:
representative cross section

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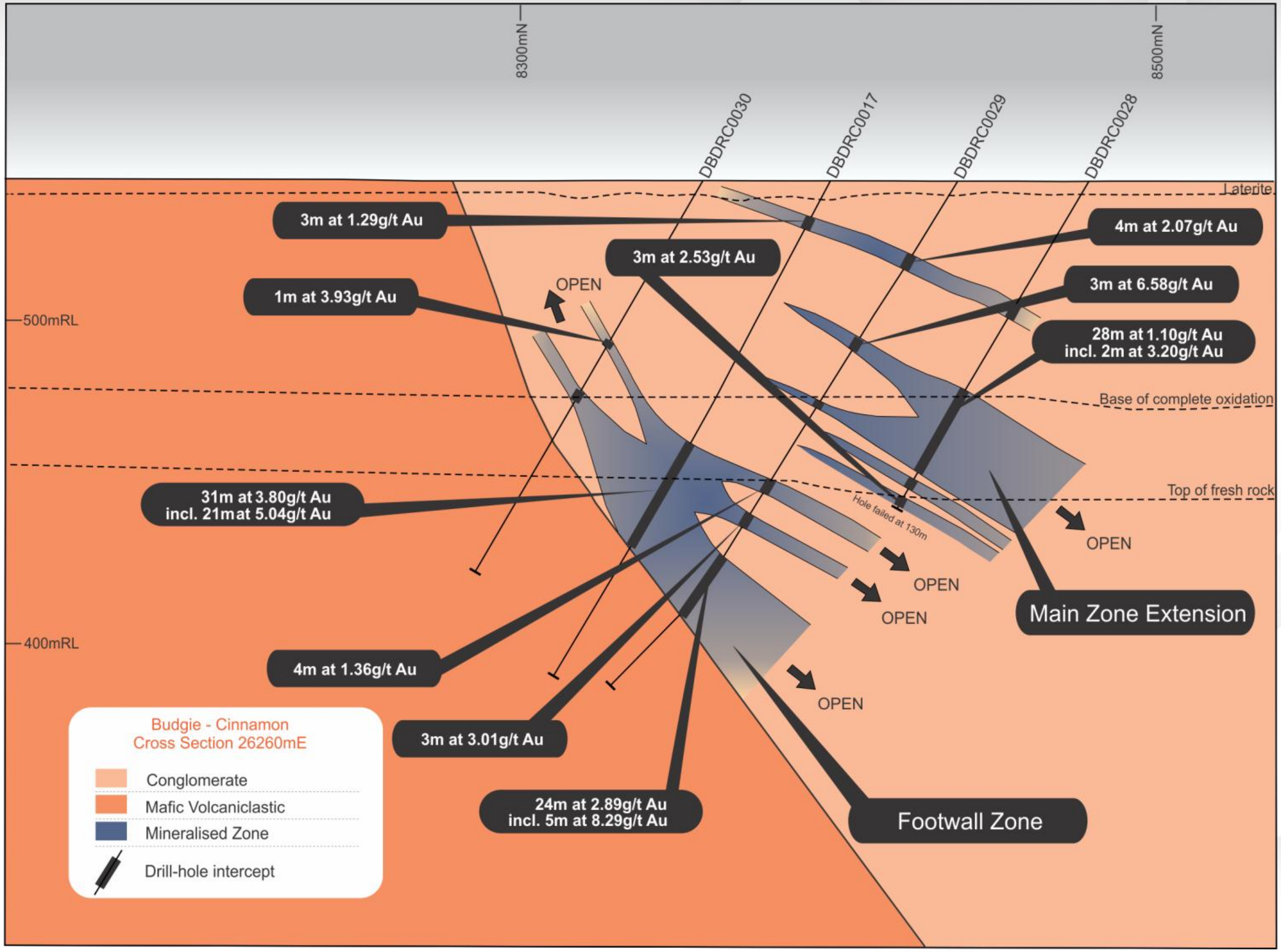

Skyhawk:
Cinnamon analogy?

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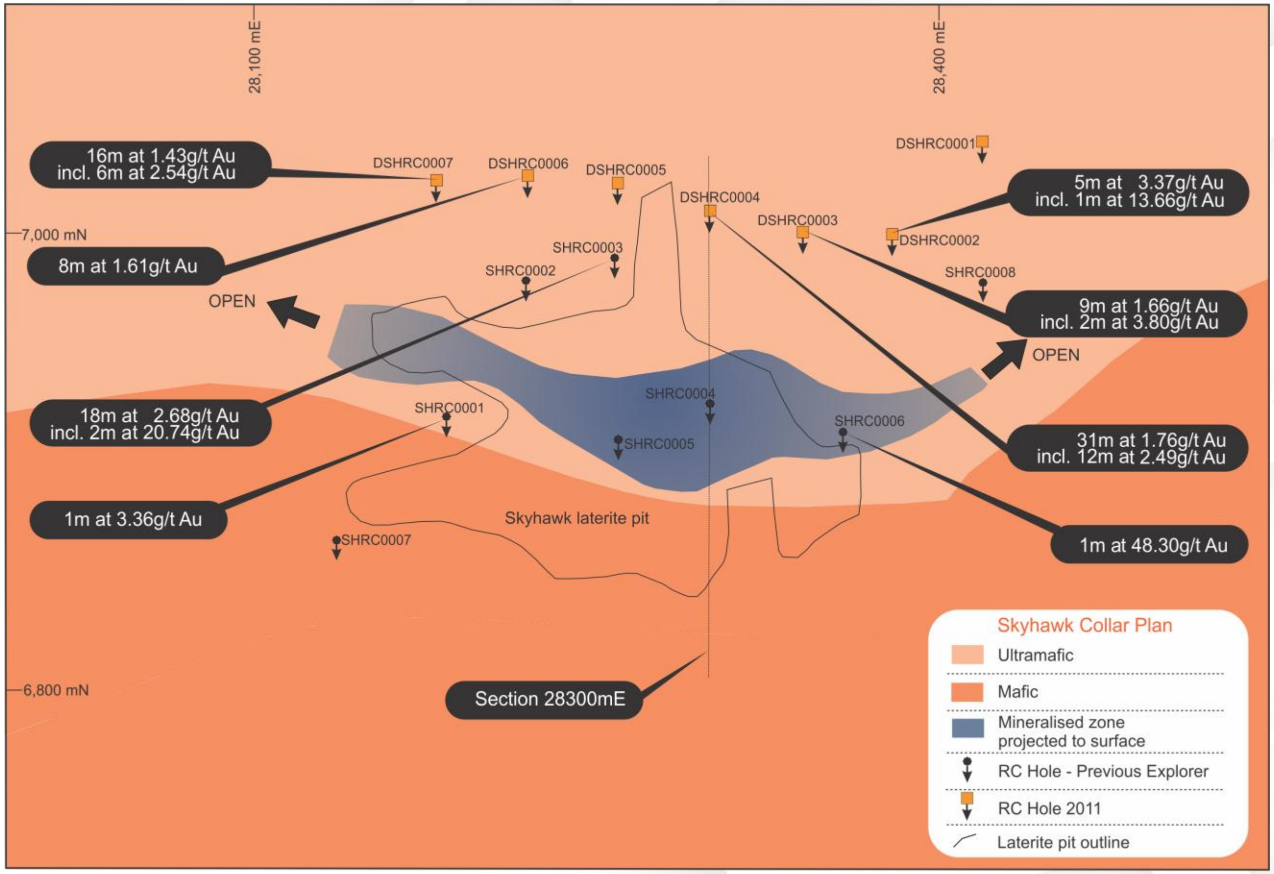
- Additional shallow (~5m) open pit operation along parallel trend to Cinnamon
- Further wide mineralised zones intersected at depth
- High priority drill target



Skyhawk:
representative cross section

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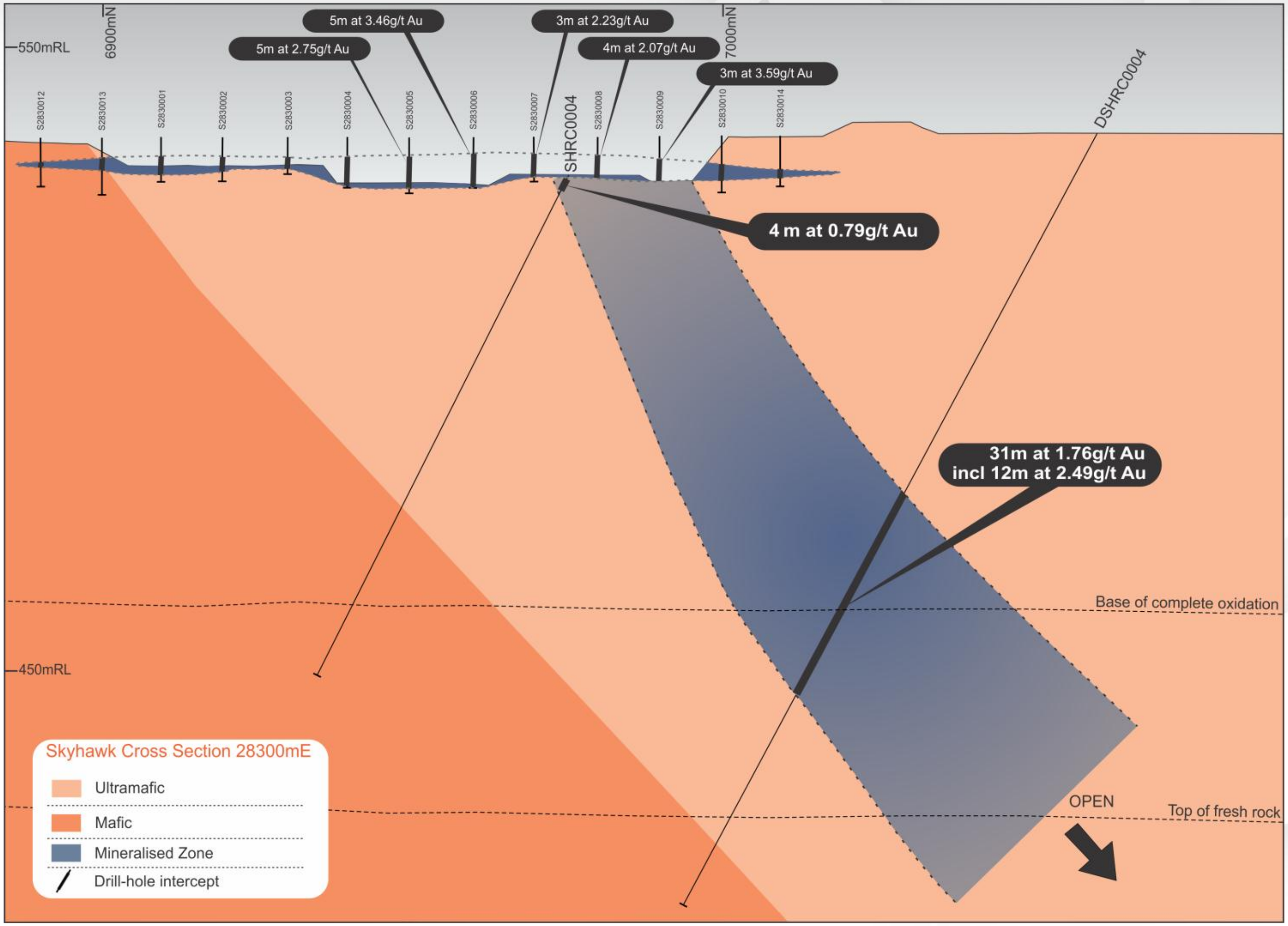

Prickley's West: tip of the iceberg?

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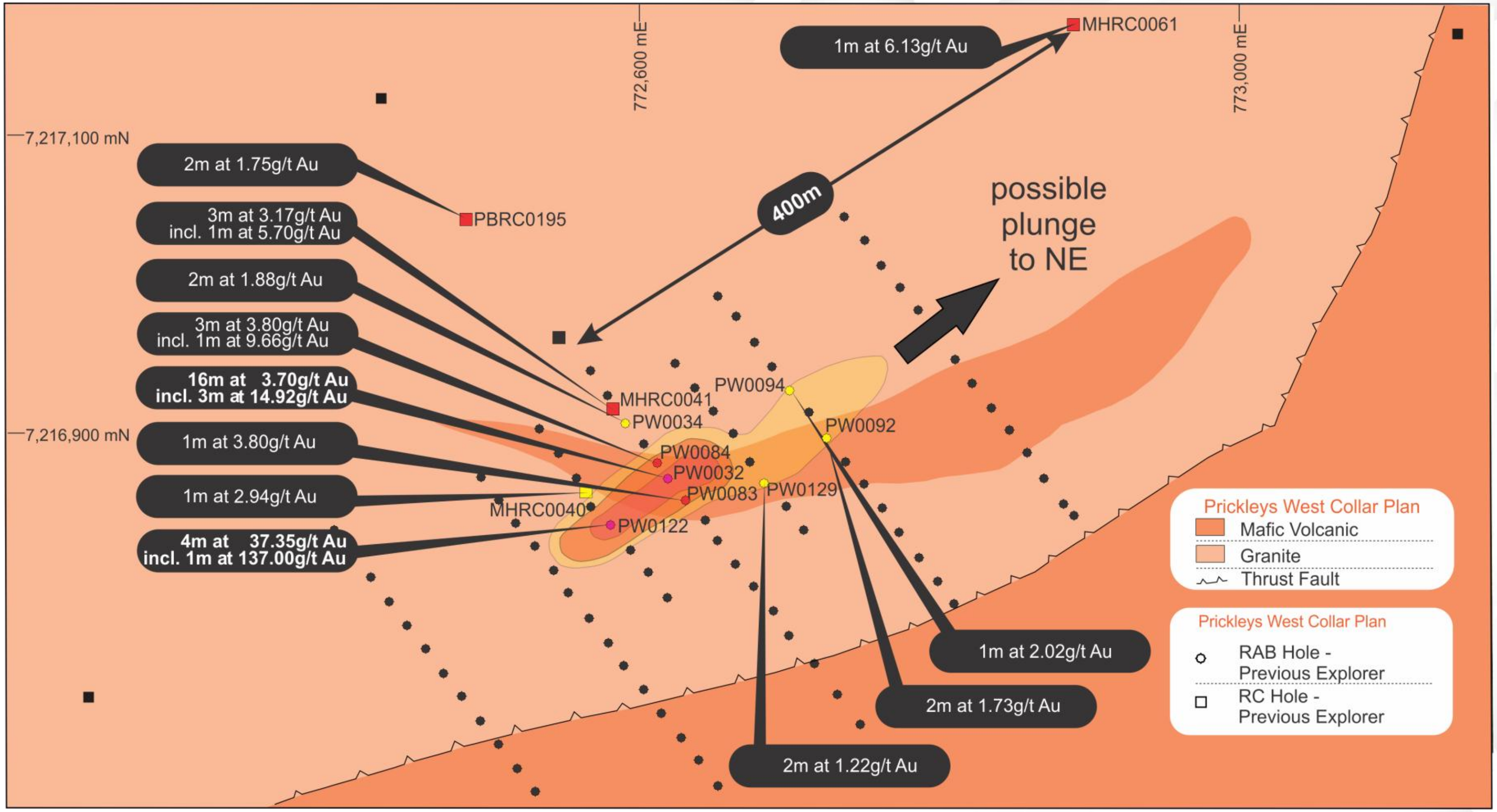
Enticing drill intersections in comparable geological setting to Trident



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Fast track/low capex path to production

Brownfields potential

Greenfields potential

Greenfields Potential

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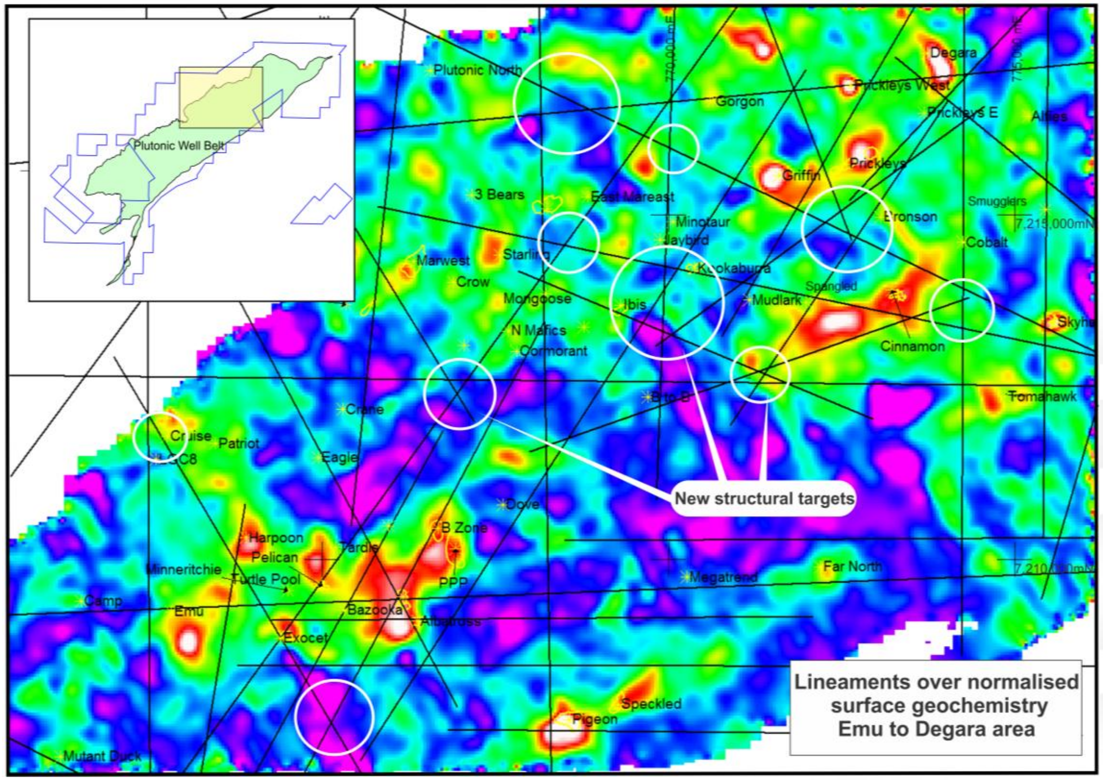
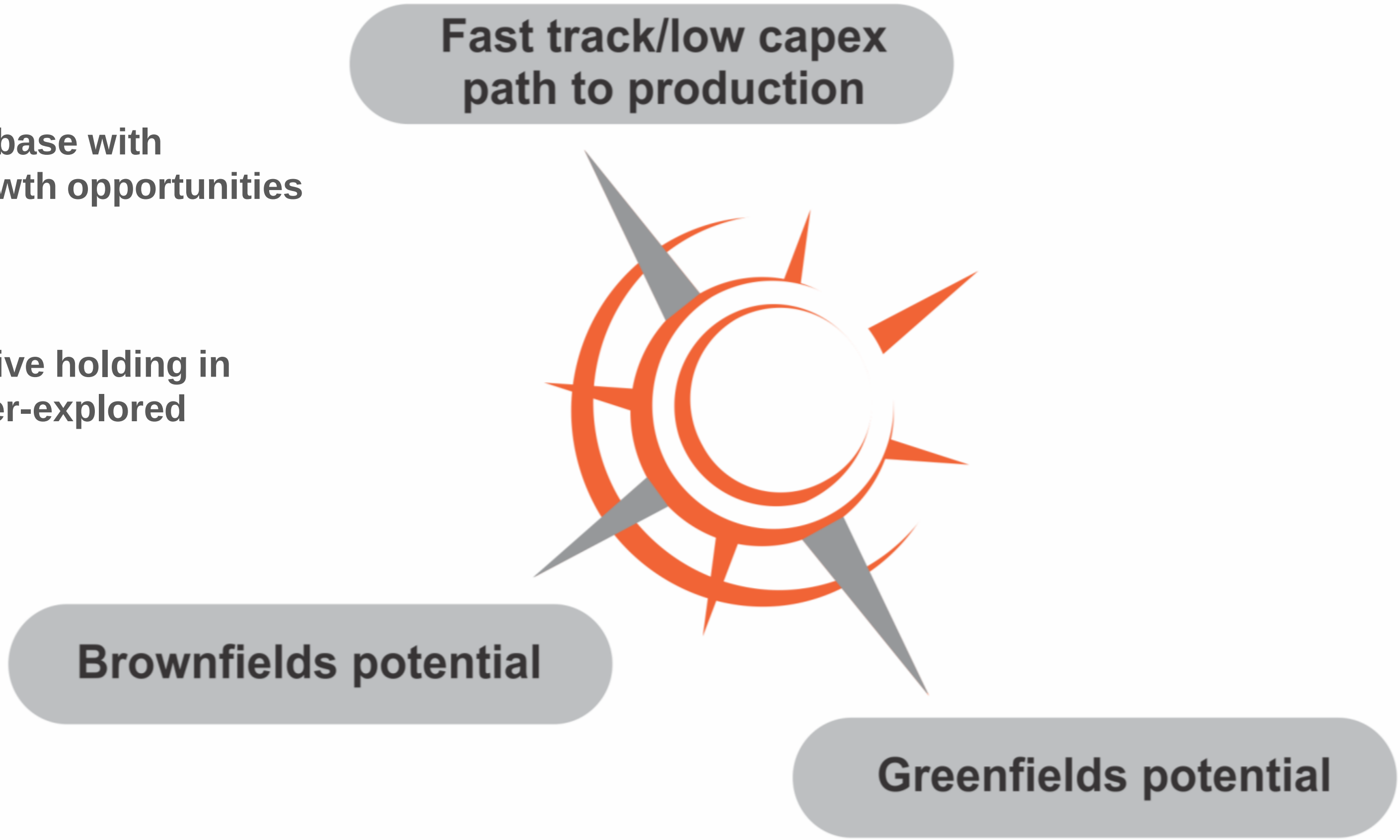
- Several lightly explored mineralised corridors
- Numerous drill-ready geochemical targets
- New eyes putting vast geological, geophysical and geochemical database to work



Lineaments over normalised surface geochemistry Emu to Degara area

Investment Case

- Potential fast-track to production with low capex requirements
- Large resource base with brownfields growth opportunities
- Large, prospective holding in prolific but under-explored greenstone belt



Thank you

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Mineral Resource Statement: April 2011

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Deposit	OP/ UG	Measured Tonnes	Measured Grade (g/t Au)	Indicated Tonnes	Indicated Grade (g/t Au)	Inferred Tonnes	Inferred Grade (g/t Au)	Total Tonnes	Total Grade (g/t Au)	Total Contained metal (oz)
***K2, K3	OP	19,000	3.2	197,000	4.7	272,000	2.1	489,000	3.2	50,200
	UG	-	-	158,000	6.5	87,000	5.2	245,000	6.1	47,600
Sub-total		**19,000**	**3.2**	**355,000**	**5.5**	**359,000**	**2.8**	**734,000**	**4.1**	**97,800**
*Trident	OP	-	-	-	-	-	-	-	-	-
	UG	-	-	787,000	6.2	1,072,000	4.9	1,859,000	5.5	326,100
Sub-total		**-**	**-**	**787,000**	**6.2**	**1,072,000**	**4.9**	**1,859,000**	**5.5**	**326,100**
**Albatross - Flamingo	OP	-	-	194,000	1.8	103,000	2.8	297,000	2.2	20,800
	UG	-	-	-	-	-	-	-	-	-
Sub-total		**-**	**-**	**194,000**	**1.8**	**103,000**	**2.8**	**297,000**	**2.2**	**20,800**
***K1	OP	504,000	2.1	103,000	2.0	145,000	3.7	752,000	2.4	57,800
	UG	-	-	-	-	-	-	-	-	-
Sub-total		**504,000**	**2.1**	**103,000**	**2.0**	**145,000**	**3.7**	**752,000**	**2.4**	**57,800**
***PPP	OP	-	-	203,000	2.7	70,000	2.4	273,000	2.6	23,000
	UG	-	-	129,000	3.9	92,000	3.9	221,000	3.9	27,900
Sub-total		**-**	**-**	**332,000**	**3.2**	**162,000**	**3.3**	**494,000**	**3.2**	**50,900**
Total	**OP**	**523,000**	**2.1**	**697,000**	**2.9**	**590,000**	**2.6**	**1,811,000**	**2.6**	**151,800**
Total	**UG**	**-**	**-**	**1,074,000**	**6.0**	**1,251,000**	**4.8**	**2,325,000**	**5.4**	**401,600**
Grand Total		**523,000**	**2.1**	**1,771,000**	**4.8**	**1,841,000**	**4.1**	**4,136,000**	**4.2**	**553,400**

OP = open pit, UG = underground
**Trident resource based on parameters detailed in an ASX announcement on 29th November 2010*
***Open pit resources are reported within an optimized pit shell at A$845/oz Au*
**** Open pit resources are reported within an optimized pit shell at A$1,600/oz Au*
Due to rounding, tonnages and grades may not equate to exact contained ounces
100% equity basis

Competent Persons Statement

The information in this report that relates to the Albatross-Flamingo mineral resource is based on information reviewed by Mr Richard Hay, who is a Member of the Australian Institute of Geoscientists and the Chief Operating Officer of Dampier Gold. Mr Hay has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2004 JORC Code. Mr Hay consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to the Trident, K1, K2/K3 and PPP Mineral Resources is based on information compiled and reviewed by Mr Aaron Green, who is a Member of the Australian Institute of Geoscientists and full-time employee of Runge Limited. Mr Green has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2004 JORC Code. Mr Green consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled and reviewed by Mr Greg Rawlinson, who is a Member of the Australasian Institute of Mining and Metallurgy and Geology Manager of Dampier Gold. Mr Rawlinson has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2004 JORC Code. Mr Rawlinson consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.