GOLDEN DRAGON MINING

Date: 29/07/2026

Strategic Placement to Chengtun Gold to Advance Discovery in Murchison

Golden Dragon Mining Ltd ("**Golden Dragon**" or "**Company**") is pleased to announce its entry into a Subscription Agreement with Chengtun Gold (Hong Kong) Limited ("**Chengtun Gold**") for the issue of 11,000,000 fully paid ordinary shares at an issue price of A$0.20 per share, raising a total of A$2,200,000 ("**Subscription**").

HIGHLIGHTS

- Strategic investment of A$2.2 million from Chengtun Gold (Hong Kong) Limited at A$0.20 per share, representing a 19.89% equity interest in the Company upon completion and a 17.6% premium to the last closing price.
- Chengtun Gold is a subsidiary of Chengtun Mining Group Co., Ltd (SSE: 600711), a China-based mining company with a focus on new energy, base metals, gold and other precious metals
- Chengtun Gold will be entitled to nominate one director to the Board of the Company, subject to maintaining a minimum 15% shareholding
- Proceeds from the Subscription will be used to accelerate the Company's exploration and development activities at its flagship Cue Gold Project, and for general working capital

ABOUT CHENGTUN MINING GROUP CO

Chengtun Gold (Hong Kong) Limited is a wholly-owned subsidiary of Shanghai-listed Chengtun Mining Group Co., Ltd. (SSE: 600711), a resource development company specialising in new energy and base metals. The company's core operations encompass the mining and refining of critical battery materials, with a strategic focus on copper, cobalt, and nickel. To secure its supply chain and support this mandate, Chengtun Mining has successfully established significant mining operations and production capacity in China and Africa. Complementing its robust footprint in the energy metals sector, the company has also identified gold and other precious metals as a pivotal strategic pillar for its future growth and diversified development.

KEY TERMS OF THE SUBSCRIPTION AGREEMENT

The Company has entered into a Subscription Agreement pursuant to which Chengtun Gold has agreed to subscribe for 11,000,000 fully paid ordinary shares in the Company at an issue price of A$0.20 per Subscription Share, representing a 19.89% equity interest in the Company ("**Subscription Shares**").

The issue price represents:

- 17.65% premium to the last closing price of fully paid ordinary shares in the Company (A$0.170 on Friday, 24 July 2026); and

- 15.66% premium to the 5-day weighted average price of Shares (A$0.173 to close of trade on Friday, 24 July 2026).

The Subscription Shares will be issued using the Company's existing capacity under ASX Listing Rule 7.1 (6,570,702 shares) and 7.1A (4,429,298 shares). All Subscription Shares will rank equally with the Company's existing fully paid ordinary shares upon allotment.

Conditions Precedent

The Subscription is conditional upon Chengtun Gold obtaining any necessary approvals, waivers, confirmations or consents from any Government Agency or under any applicable law or regulation required for the subscription of the Subscription Shares in accordance with the Subscription Agreement.

Board Nomination Right

Subject to completion of the allotment of the Subscription Shares, Chengtun Gold will be entitled to nominate one director for appointment to the Board of the Company, subject to, among other things, Chengtun Gold continuing to hold at least 15% of Shares on issue in the Company.

Standstill

Chengtun Gold has undertaken that, for a period of 2 years following the Allotment Date, it will not, without the prior written approval of the Board, acquire further shares or securities in the Company, except in certain limited circumstances including through offers by the Company, share purchase plans, rights issues, underwriting agreements, and certain on-market purchases to maintain its proportionate shareholding in accordance with the Corporations Act and the ASX Listing Rules.

Redemption Right

Under the Subscription Agreement, if a Government Agency (as defined in the Subscription Agreement) or applicable law compels Chengtun Gold to reduce or divest some or all of its Subscription Shares within 200 Business Days of the allotment date, Chengtun Gold may give written notice to the Company requiring it to repurchase (or procure a third party to purchase) those shares at the issue price (A$0.20 per share). The Company must complete the repurchase within 60 days of receiving that notice (or such longer period as agreed).

USE OF FUNDS

Proceeds from the Subscription will be directed toward accelerating exploration across Golden Dragon's Cue Gold Project, with a clear focus on rapidly building scale and advancing toward a potential resource at the Coodardy Prospect and the broader project area.

Funds will support follow-up and extensional drilling at Coodardy and Behring Bore, including RC drilling, targeting high-grade north-east trending zones and the southern corridor at Coodardy, alongside an upcoming Aircore program in August.

Capital will also be allocated to immediate follow-up of kilometre-scale gold-in-soil anomalies identified through recent regional auger geochemistry, and to advancing the broader exploration pipeline, including heritage surveys and drilling at Jeffrey Well and across the E20/1072 target areas.

This funding provides a strong financial platform to execute the Company's exploration strategy over an extended period, positioning Golden Dragon to systematically advance and unlock value across its Cue landholding.

INDICATIVE TIMETABLE

An indicative timetable for the Subscription is provided below. The Company reserves the right to vary dates and times without notice.

Event	Date
Trading halt	27/07/2026
Announcement of Subscription Agreement (trading halt lifted)	29/07/2026
Settlement of Subscription Sum	31/07/2026
Issue of Subscription Shares, Appendix 2A and Cleansing Notice lodged with ASX	31/07/2026

Managing Director, Simon Buswell-Smith commented:

"This cornerstone investment by Chengtun Gold represents a strong endorsement of the quality and potential of our Cue Gold Project and broader asset portfolio. Securing the support of a globally recognised and well-capitalised mining group provides independent validation of our exploration strategy and reinforces our confidence in the scale and opportunity ahead.

Beyond the funding itself, we see significant strategic value in partnering with a group that brings deep technical expertise, operational experience and access to international networks across the mining value chain. Their involvement positions Golden Dragon to accelerate development activities and pursue growth opportunities with greater capability and confidence.

Importantly, this transaction strengthens our balance sheet and establishes a platform for future success, enabling us to advance our projects while continuing to evaluate additional strategic partnerships and funding pathways. We look forward to working closely with Chengtun Gold as we unlock the full potential of our assets and deliver long-term value for shareholders."

Mr Bo XIONG, Chairman of Chengtun Mining Group commented:

"We are delighted to participate in this strategic placement and establish a long-term partnership with the Golden Dragon Mining. We see a compelling value proposition in its portfolio and a clear pathway to resource growth. This investment aligns with Chengtun Mining's strategic mandate to build on our robust base in energy metals and expand our footprint in the gold and precious metals sector. We look forward to supporting the Golden Dragon and its team as it advances its exploration and development programmes."

GOLDEN DRAGON MINING

CORPORATE ADVISOR FEES

Pursuant to the Corporate Services Mandate between the Company and Richlink Capital Pty Ltd (AFSL 498871) (**Richlink Capital**), the corporate adviser who introduced Chengtun Gold to the Company, the Company will pay Richlink Capital a cash success fee of 6% of the total Subscription proceeds (being $132,000, exclusive of GST).

In addition, Richlink Capital will be entitled to receive 550,000 unlisted options in the Company (exercisable at $0.27 per option, expiring three years from the date of issue) ('**Success Fee Options**'). The issue of the Success Fee Options will be subject to the Company obtaining shareholder approval at a general meeting.

This announcement is authorised for release by the Board of Golden Dragon Mining Ltd.

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FORWARD-LOOKING STATEMENTS

This announcement may contain certain forward-looking statements, guidance, forecasts, estimates or projections in relation to future matters (Forward Statements) that involve risks and uncertainties, and which are provided as a general guide only. Forward Statements can generally be identified by the use of forward-looking words such as "anticipate", "estimate", "will", "should", "could", "may", "expects", "plans", "forecast", "target" or similar expressions and include, but are not limited to, indications of, or guidance or outlook on, future earnings or financial position or performance of the Company.

The Company can give no assurance that these expectations will prove to be correct. You are cautioned not to place undue reliance on any forward-looking statements. None of the Company, its directors, employees, agents or advisers represent or warrant that such Forward Statements will be achieved or prove to be correct or gives any warranty, express or implied, as to the accuracy, completeness, likelihood of achievement or reasonableness of any Forward Statement contained in this announcement. Actual results may differ materially from those anticipated in these forward-looking statements due to many important factors, risks and uncertainties. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statement" to reflect events or circumstances after the date of this announcement, except as may be required under applicable laws.