



BLACK DRAGON GOLD

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BLACK DRAGON COMPLETES A\$6 MILLION OFFERING

VANCOUVER, British Columbia –August 23, 2018 – Black Dragon Gold Corp. (TSXV: BDG) ("**Black Dragon**" or the "**Company**") is pleased to announce that it has completed its prospectus offering in Australia, having raised an aggregate of A\$6,000,000 (approximately C\$5,760,000) from the sale of 30 million CHESSE Depository Interests (**CDIs**) issued at a price of A\$0.20 (approximately C\$0.192) per CDI (the "**Prospectus Offering**"). Each CDI is equivalent to and exchangeable for one (1) common share in the capital of the Company (a "**Share**").

The Company also issued one (1) option (an "**Option**") for every two (2) CDIs issued pursuant to the Prospectus Offering. Each Option allows the holder thereof to acquire one (1) additional Share at a price of A\$0.33 (approximately C\$0.32) for a period of 12 months from the date of issue.

Black Dragon has received conditional approval from the Australian Securities Exchange (the "**ASX**") to list the CDIs on the ASX (the "**Co-Listing**"). The CDIs are expected to commence trading on the ASX on or around August 30, 2018, subject to final approval from the ASX (ASX: BDG).

Hartleys Limited acted as Corporate Advisor and Lead Manager, and Tamesis Partners LLP and Amvest Capital Inc (acting through Mann Mann Jensen Partners LP) acted as Co-Managers, in the Prospectus Offering. The Company paid to the Lead Manager and the Co-Managers a commission of six percent (6%) of the gross proceeds raised pursuant to the Prospectus Offering, a cash payment of A\$150,000 (approximately C\$144,000) and a monthly corporate advisory fee of A\$7,500 (approximately C\$7,200) until August 22, 2019. In addition, the Company issued 333,333 CDIs and 6,000,000 broker options (the "**Broker Options**") to the Lead Manager and the Co-Managers. Each Broker Option allows the holder thereof to acquire one (1) additional Share at a price of A\$0.33 (approximately C\$0.32) for a period of 12 months from the date of issue.

All securities issued pursuant to the Prospectus Offering will be subject to a four-month statutory hold period in Canada and cannot be resold into Canada during such period, unless an exemption is available from the applicable prospectus requirements in Canada. However, the CDIs will be tradeable on the ASX upon the Co-Listing.

The net proceeds of the Prospectus Offering will be used primarily to enable the Company to understand the extent of the Salave Gold Project mineralisation, deliver an updated mineral resource estimate and advance permitting of the project with mine development planning, metallurgical test-work, environmental studies and permitting studies.

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Signed "Paul Cronin"
Chief Executive Officer
on behalf of the Board of Directors

BLACK DRAGON GOLD CORP.

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About Black Dragon Gold

Black Dragon Gold "BDG" is the 100% owner of the largest undeveloped gold project in Europe, the Salave project. Salave is situated in the North of Spain in the province of Asturias. For more information on the Salave project, please refer to the technical report, "Amended Technical Report on the Salave Gold Project, Asturias Region, Spain" dated October 7, 2016, as amended January 31, 2017, filed on SEDAR. In addition to the current mineral resource, historical exploration work suggests there is the potential for additional mineralisation within Black Dragon's landholdings.

Forward-Looking Statements

This news release contains statements which are, or may be deemed to be, "forward-looking information" which are prospective in nature. Such information in this news release includes statements regarding the Company's intended use of proceeds from the Prospectus Offering, the listing of the CDIs on the ASX and the timing of the Co-Listing. Forward-looking information involves known and unknown risks, uncertainties and other factors which may cause Black Dragon's actual results, revenues, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. These risks include, but are not limited to, the risks associated with the mining and exploration industry (e.g. operational risks in development, exploration and production; delays or changes in plans with respect to exploration or development projects or capital expenditures; the uncertainty of resource estimates; the uncertainty with respect to results of exploration; the uncertainty of estimates and projections relating to production and the uncertainty of the availability of capital). Other than in accordance with regulatory obligations, the Company is not under any obligation, and Black Dragon expressly disclaims any intention or obligation, to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.