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ASX Announcement
12th September 2013

Drake shortfall placement 25% oversubscribed

- Final placement of ~17M shares completes shortfall placement from rights issue
 - Shortfall significantly oversubscribed
 - Total funds inflow from rights issue and shortfall ~ \$1.56M
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Drake has concluded the shortfall placement associated with its recent rights issue which closed July 17¹. The shortfall placed brings total funds raised to ~\$1.56M (before costs) from the rights issue and shortfall combined.

Since announcing its updated strategic plan and approaching potential news flow, Drake has experienced considerable interest in its stock. This culminated in placing 100% of the residual shortfall.

Drake's CEO, Jason Stirbinskis commented "To be 25% oversubscribed on the residual is a spectacular result given the difficult capital market for exploration juniors and is an endorsement of Drake's assets, strategic plan and management"

The bulk of funds raised will be directed to advancing all four of Drake's priority projects across nickel, copper and gold in the short term. Mr Stirbinskis added "We've seen encouraging recent results from our Joma copper project, and drilling will commence at the Nordgruva copper target in two weeks. We also have activity planned at our Seimana gold project in Guinea and our Granmuren and Espedalen nickel assets".

- Ends -

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1. A non-renounceable rights offer of 52,020,294 New Shares at an issue price of 3 cents per share on the basis of one (1) New Share for every two (2) Shares held and 26,010,147 free attaching New Options on the basis of one (1) free attaching New Option for every two (2) New Shares subscribed for to raise up to \$1,560,069 closed on 17 July 2013.

Caution Regarding Forward Looking Information.

This document contains forward looking statements concerning Drake. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company’s actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based on Drake’s beliefs, opinions and estimates of Drake as of the dates the forward looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments

About Drake Resources Limited

Drake Resources (DRK) is an Australian gold and base metals explorer with advanced and highly prospective projects in resource-rich Scandinavia and West Africa. Projects in Scandinavia focus on nickel and copper and include nickel deposits at Espedalen in Norway, a new nickel-copper discovery at Granmuren in Sweden, and significant remaining mineralisation in the Joma copper-zinc mine. Drake’s aim is to be a successful and profitable mining company delivering strong shareholder value by taking robust projects through to mining, or realising their value at optimal times through merger and acquisition programs.

Company Assets

Sweden

- Granmuren - Nickel
- Bergslagen JV - Copper
- Orsen - Copper/Magnetite
- Lainejaur - Copper

Finland

- Kittila - Gold

Norway

- Espedalen - Nickel
- Joma – Copper-Zinc
- Løkken JV – Copper
- Nordgruva JV - Copper
- Sulitjelma JV - Copper
- Kautokeino - Gold
- Karasjok - Gold

West Africa

- Tasiast South – Gold
- Hendrix- Gold
- Seimana - Gold