

DOURADO RESOURCES LIMITED

ABN: 84 131 090 947

Dourado Resources Limited (DUO) is an Australian company with a portfolio of quality gold, copper and zinc exploration assets.

As a copper & gold explorer DUO is focused on a quality package of tenements in the Mid West Region of WA. Initial efforts are directed at two highly prospective areas.

Mooloogool/Diamond Well Projects

Current exploration work in the area has identified at least 13 anomalous geochemical zones. Ongoing fieldwork on 10 of the zones has to date yielded results which are consolidating these findings. Results from a ground based gravity survey confirm the presence of significant WNW-ESE structures.

The RAB program is continuing to yield results with several locations where black, sulphidic shales have been sampled. These have been submitted for assay and initial results confirm anomalous copper and zinc although most assays have not yet been received.

Sabbath/Garden Gully Projects

Data from the resource drilling has been reviewed for the Project. The high grade, near surface mineralization appears to occur in several south-plunging shoots. A proposed 15,000 metre RC program has been approved by DMP and is scheduled to start next quarter. This program is looking to extend the resource down dip, along plunge and along strike as well as investigate the possibility of parallel lodes.

For more information please visit <http://www.dourado.com.au/>

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15,000 m RC Drill Program to Commence at Sabbath

Summary

- **A drill program of 15,000 metres expected to commence in the first Quarter 2012. Drill contractor secured.**
- **A review of the Sabbath drill data is continuing.**
- **The Program of Works has been approved by the DMP.**
- **Resource data and optimised pit shells completed in 1994 are being reviewed.**

The directors of Dourado Resources Ltd (ASX:DUO) are pleased to announce a drill program at its Sabbath Project.

The first phase of the program will consist of nine Reverse Circulation drill holes for 1070 metres. This is planned to test mineralisation down dip and down plunge of the current Sabbath Resource (145,000t at 2.21 g/t Au).

The second phase of the program comprises 115 Reverse Circulation holes for approximately 14,000 metres to explore for additional mineralisation across M51/322. The drill lines are approximately 200 metres apart and will be drilled at 50 metre centres to a depth of 120 metres. This program will be testing to identify:

- Extensions of the mineralization along strike to the north and south of Sabbath.
- Parallel lode targets and mineralization along oblique faults or shears.
- Areas that can be sterilized for infrastructure including processing plant and waste dumps.

A Permit of Works for the proposed 15,000 metre RC program has been approved by DMP. It is expected that this large program will begin in the first quarter of 2012. When this drilling is completed and all assays received the resource database will be reviewed and any additional mineralisation, changes in geometry or revised orebody boundaries will be used to modify the current resource model. RC drill hole locations are shown on the map in Figure 1 below.

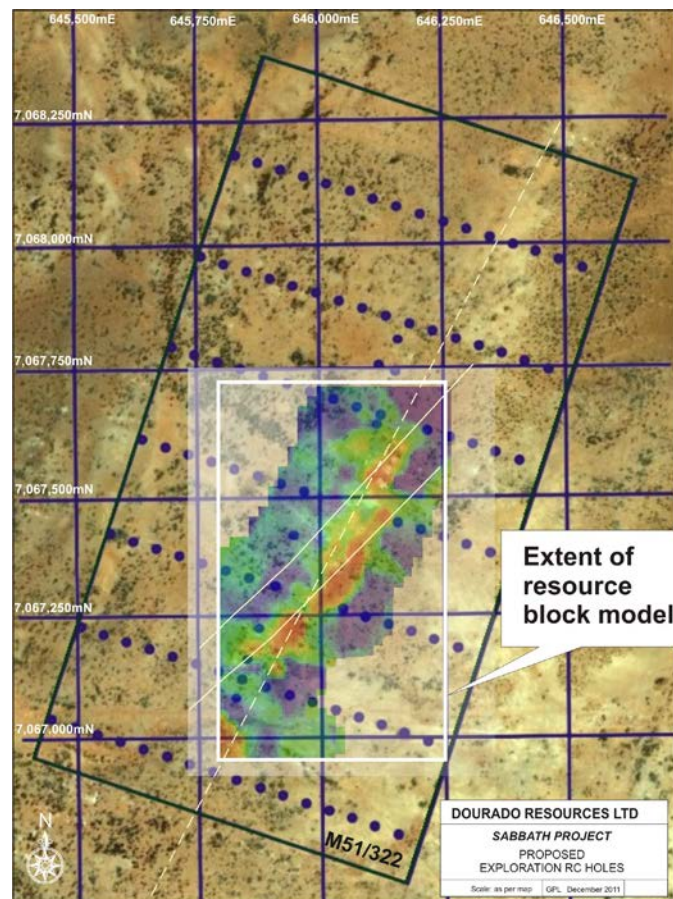


Figure 1 – Proposed RC drill hole locations for the next campaign at Sabbath

About the Sabbath Project

Sabbath mining tenement M51/322 (approximately 12 km north-west of Meekatharra) is situated in a well-defined belt or “corridor” of gold mineralisation in the Garden Gully South district north of Meekatharra. The strike trends of historical gold workings appear to be extensive, regional and NE to NNE in orientation. Strike continuations of mineralisation associated with the Abernethy and Airstrip deposits identified by Doray Minerals to the SW of Sabbath are interpreted to be present in the DUO Garden Gully tenements. There are also similar parallel mineralisation trends extending SW from Sabbath and in the North Granite Well area. Further work is expected to highlight target areas for more detailed gold and copper exploration. Figure 2 below demonstrates regional trends.

The Sabbath deposit has a Measured Mineral Resource of 145,000 tonnes at 2.21 g/t Au identified by Au Mining Pty Ltd in 2002-2003. The resource estimation was completed by Cercare and Associates Pty Ltd. The resource is based on 19 Reverse Circulation (723 metres) and 36 Air Core (981 metres) drill holes along with 45 lines of surface earth-saw trenches. The lower grade cut for block estimation was 1g/t Au and a 10 g/t Au upper cut was used in the resource estimation. Preliminary pit optimisations identified 50,000 tonnes at 3.5 g/t Au

The resource and drilling database for Sabbath was reviewed. Section and flitch plots confirm that several areas are open along strike, down dip and parallel to the identified mineralisation.

Large portions of the Mining Lease (M51/322) housing the Sabbath resource have not been drilled and there is a NE as well as a NNE mineralised trend seen in the plots. There also appears to be a strong southerly plunge component to the mineralisation. The combination of these attributes has allowed for the recognition of several areas that require drill testing and there are two drilling programs are proposed.

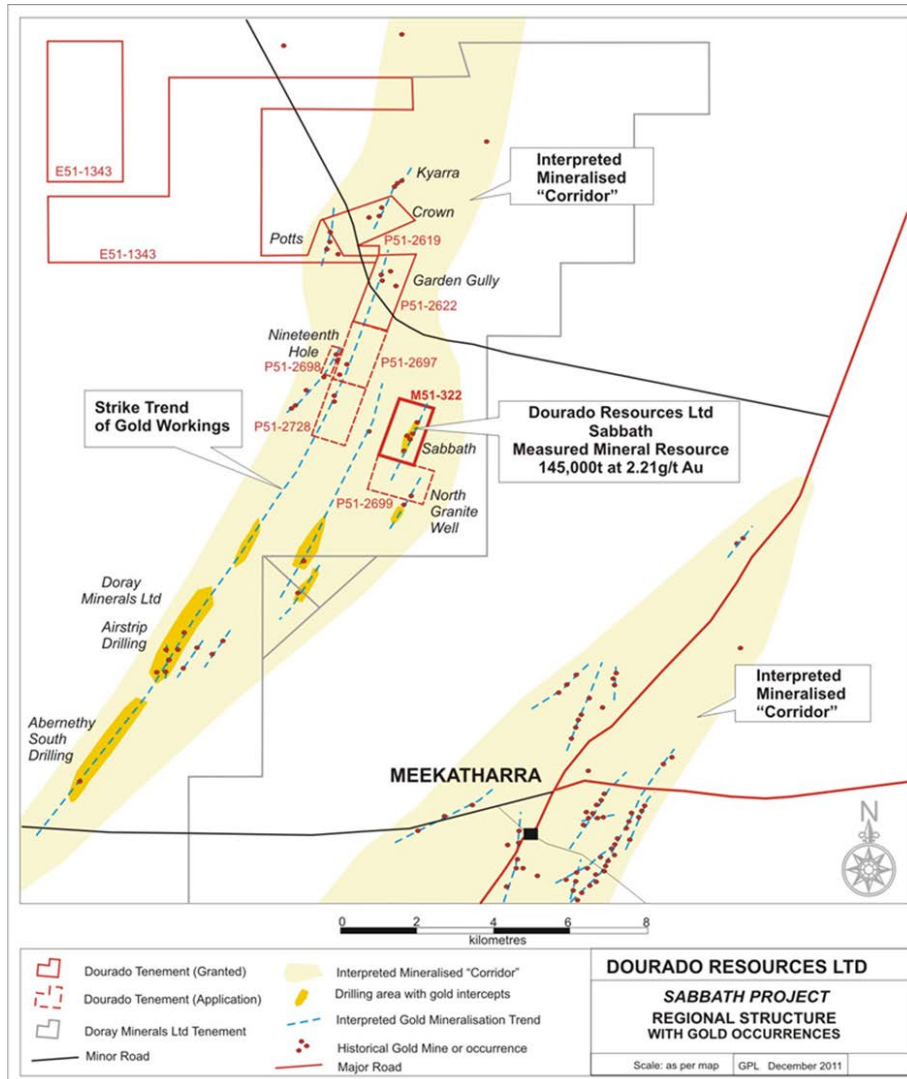


Figure 2 – Sabbath Project Regional Setting

In 1994 Dominion Mining Ltd optimised pit designs around the block model resource that resulted in three pit shells down to 40 metres (giving the Measured Resource category stated above). The gold price used at the time was \$550 per ounce. This data will be reviewed after the next round of drilling and it is expected that the resulting pit shells will be deeper and could coalesce into one pit using a gold price of \$1200 per ounce.

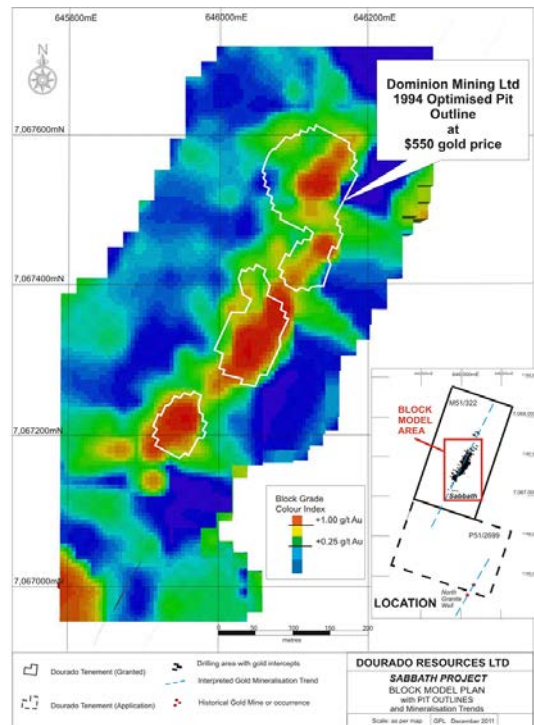


Figure 3 – Optimised pit shells at the 1994 \$550 per ounce gold price

Comment

It is common practice for a company to comment on and discuss its exploration in terms of target size and type. In addition surface sampling assays and drill sample results may also be discussed in the context of information describing the presence of anomalous mineral content. The above information relating to Exploration Targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Mineral Reserves. Hence the terms Resource (s) or Reserve(s) have not been used in this context. The potential quantity and grade is conceptual in nature, since there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource.

Declaration

The information in this statement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by independent consulting geologist Brian Davis who is a Member of The Australian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Davis is employed by Geologica Pty Ltd and has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which is undertaken to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Davis consents to the inclusion in the report of the matters based on the information made available to him, in the form and context in which it appears".