

CANADIAN GOLDEN DRAGON RESOURCES LTD.

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TSX-V Symbol: CGG

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NEWS RELEASE

FOR IMMEDIATE RELEASE

FLOW-THROUGH PRIVATE PLACEMENT UP TO \$200,000

The Company announces that it intends to complete a private placement for gross proceeds of up to \$200,000, subject to acceptance by the TSX Venture Exchange. These funds will be raised by the Company issuing up to 1,470,588 *Flow-Through* Units (the “FT Units”) at a price of \$0.17 per FT Unit, each FT Unit consisting of one *flow-through* common share and one share purchase warrant, each warrant entitling the holder thereof to purchase one additional *non* flow-through common share, exercisable for a period of two years from the date of issuance at a price of \$0.25 per share (provided that in the event that the weighted average closing price of the Company’s shares on the TSX Venture Exchange (the “Exchange”) equals or exceeds Cdn\$0.30 during any 20 consecutive trading days commencing four (4) months after the date of issuance of the Warrants, then the Company may within 30 days of such an occurrence give notice in writing to the holders of the Warrants that the Warrants shall expire at 5:00 p.m. (Vancouver time) on the 20th business day following delivery of such notice unless exercised by the holders of the Warrants prior to such time).

Proceeds of up to \$200,000 raised from this private placement will be used for exploration of the Company’s Gold, Nickel, Platinum, Copper and Zinc properties located in Ontario, such that the exploration work will qualify as Canadian Exploration Expense for the purposes of the *Income Tax Act* (Canada), which will then be renounced by the Company to the placees. For more information on the companies properties please refer to the website at www.goldendragon.ca.

The Company may pay cash commissions to finders, subject to acceptance by the TSX Venture Exchange, to be negotiated on a case by case basis but not to exceed 7% of the purchase price of the FT Units placed by such finder, and may also issue twenty-four month Broker Share Purchase Warrants to eligible parties equal in number to 7% of the number of FT Units issued in the placement. The Broker Share Purchase Warrants will be exercisable at a price of \$0.25 per share for a period of twenty-four months from the date of completion of the placement, under the same terms and conditions as the warrants described above.

ON BEHALF OF THE BOARD

**“Elliot Strashin”
Elliot Strashin, President**

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this News Release.