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**TAUNG GOLD | TAUNG GOLD INTERNATIONAL LIMITED**  
**壇金礦業有限公司\***  
*(Incorporated in Bermuda with limited liability)*  
**(Stock Code: 621)**

**UNUSUAL PRICE AND TRADING VOLUME MOVEMENT**

This announcement is made by Taung Gold International Limited (the “**Company**”) at the request of The Stock Exchange of Hong Kong Limited.

The board (the “**Board**”) of Directors (the “**Directors**”) of the Company has noted recent unusual price and trading volume movements of the shares of the Company. Having made such enquiry with respect to the Company as is reasonable in the circumstances and save as disclosed in this announcement, the Directors confirm that they are not aware of any reason that is or may be relevant to these price and volume movements or of any information which must be announced to avoid a false market in the Company’s securities or of any inside information that needs to be disclosed under Part XIVA of the Securities and Futures Ordinance (“**SFO**”) (Chapter 571 of the Laws of Hong Kong).

**Possible extension of the exercise period of the Put Option Agreements and the TG Optionholder Agreements and possible grant of New Options and Call Options (the “Possible Transactions”)**

Reference is made to the circular of the Company dated 28 July 2011 (“**Circular**”) in relation to, among other things, a very substantial acquisition of the Company involving the acquisition of shareholding interest in Taung Gold by the Company. Unless otherwise stated, capitalised terms used herein shall have the same meaning as those used in the Circular.

As disclosed in the Circular, in connection with the Acquisition, the exercise period of the Put Option Agreements and the TG Optionholder Agreements shall expire on 7 September 2014. The Company is considering to extend the relevant exercise period for a further two-year period.

Further, as disclosed in the Circular, the TG Optionholders were granted the right to sell, up to 80% of the TG Shares that may be obtained by them upon the exercise of their options to subscribe for TG Shares, to the Company. The Board wishes to state that the Company is considering to grant the TG Optionholders the right to sell, the remaining 20% of the TG Shares that may be obtained by them upon the exercise of their options to subscribe for TG Shares, to the Company.

\* *For identification purpose only*

The Company has also been notified that parties to the above transactions may grant call options to the Company to acquire the relevant TG Shares that are the subject of the above transactions upon certain conditions.

The Possible Transactions are still in progress, and may or may not lead to agreements. If any of the Possible Transactions materialize, the Board will take appropriate steps as and when required in compliance with requirements of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the SFO. **Shareholders and potential investors of the Company are reminded to exercise caution when dealing in the shares of the Company.**

This announcement is made by the order of the Company. The Board collectively and individually accepts responsibility for the accuracy of this announcement.

By order of the Board  
**Taung Gold International Limited**  
**Cheung Pak Sum**  
*Executive Director*

Hong Kong, 4 August 2014

*As at the date of this announcement, the Board comprises eight Directors. The Executive Directors are Mr. Li Hok Yin, Mr. Christiaan Rudolph de Wet de Bruin, Mr. Neil Andrew Herrick, Ms. Cheung Pak Sum and Mr. Igor Levental. The Independent Non-executive Directors are Mr. Chui Man Lung, Everett, Mr. Li Kam Chung and Mr. Walter Thomas Segsworth.*