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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)

COMPLETION OF PLACING OF NEW SHARES

The Board is pleased to announce that the conditions set out in the Placing Agreement have been fulfilled and the Placing was completed on 13 October 2014. An aggregate of 263,000,000 Placing Shares, representing approximately 2.11% of the issued share capital of the Company as enlarged by the allotment and issue of the Placing Shares as at the date of this announcement, have been successfully placed to not fewer than six places at the Placing Price of HK\$0.152 per Placing Share.

Reference is made to the announcement of the Company dated 26 September 2014 (the “Announcement”) in relation to the Placing. Unless the context requires otherwise, terms used herein shall have the same meanings as those defined in the Announcement.

COMPLETION OF THE PLACING

The Board is pleased to announce that the conditions set out in the Placing Agreement have been fulfilled and the Placing was completed on 13 October 2014 in accordance with the terms and conditions of the Placing Agreement. An aggregate of 263,000,000 Placing Shares, representing approximately 2.11% of the issued share capital of the Company as enlarged by the allotment and issue of the Placing Shares as at the date of this announcement, have been successfully placed to not fewer than six Places, at the Placing Price of HK\$0.152 per Placing Share. The net proceeds from the Placing are approximately HK\$38.63 million.

* For identification purpose only

The table below sets out the changes to the shareholding structure of the Company as a result of completion of the Placing:

Shareholders	As at the date this announcement		Immediate upon completion of the Placing	
	Number of Shares	Approximate % of shareholding	Number of Shares	Approximate % of shareholding
Able Union Limited	728,334,875	5.98	728,334,875	5.85
Electrum Strategic Exploration Limited (Note 1)	2,295,047,831	18.84	2,295,047,831	18.44
Mandra Materials Limited (Note 2)	1,608,854,156	13.21	1,608,854,156	12.93
Mandra Esop Limited (Note 2)	28,218,369	0.23	28,218,369	0.23
Woo Foong Hong Limited (Note 2)	426,530,727	3.50	426,530,727	3.43
Gold Commercial Services Limited (Note 3)	1,130,141,116	9.28	1,130,141,116	9.08
Li Hok Yin (Note 4)	17,380,622	0.14	17,380,622	0.14
Walter Thomas Segsworth (Note 4)	1,000,000	0.01	1,000,000	0.01
Public				
Places	—	—	263,000,000	2.11
Other public Shareholders	<u>5,944,407,992</u>	<u>48.81</u>	<u>5,944,407,992</u>	<u>47.77</u>
Total	<u>12,179,915,688</u>	<u>100.00</u>	<u>12,442,915,688</u>	<u>100.00</u>

Notes:

- (1) The entire share capital of Electrum Strategic Exploration Limited is wholly-owned by GRAT Holdings LLC. Hence, GRAT Holdings LLC is deemed to be interested in the Shares held by Electrum Strategic Exploration Limited for the purpose of SFO.
- (2) Mandra Materials Limited, Mandra Esop Limited and Woo Foong Hong Limited are 50% owned by Mr. Zhang Songyi. Hence, Mr. Zhang Songyi is deemed to be interested in the Shares held by Mandra Materials Limited, Mandra Esop Limited and Woo Foong Hong Limited for the purpose of SFO.
- (3) On 8 September 2011, the Company issued 1,130,141,116 new shares of the Company to Gold Commercial Services Limited (“GoldCom”) for granting the put options to South African resident shareholders of TGL in relation to the sale to the Company through GoldCom of 21,174,316 shares of TGL.
- (4) Li Hok Yin is a co-chairman and an executive Director; Walter Thomas Segsworth is an independent non-executive Director of the Company.

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

Hong Kong, 13 October 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.