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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)

FRAMEWORK AGREEMENT

This announcement is made by Taung Gold International Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

The board of directors of the Company (the “**Board**”) hereby announces that on 23 October 2014, the Company has entered into a framework agreement (the “**Framework Agreement**”) with MCC International Incorporation Ltd. (“**MCCI**”), a wholly-owned subsidiary of Metallurgical Corporation of China Ltd.* (中國冶金科工股份有限公司), a company listed on the Main Board of The Stock Exchange of Hong Kong Limited (stock code: 1618), pursuant to which the parties agreed to cooperate on an exclusive basis, and in accordance with the terms of the Framework Agreement, for a period of twelve months with the objective of entering into an Engineering, Procurement and Construction (“**EPC**”) contract for the development of the Company’s Evander No.6 Shaft Project in South Africa (the “**Cooperative Project**”) by MCCI.

Upon finalization of the terms and conditions of the formal EPC contract the Company intends publishing a further announcement in respect of the execution of the EPC contract and the Cooperative Project in accordance with the requirements under the Listing Rules as and when appropriate.

As the EPC contract and the Cooperative Project may or may not proceed, shareholders and potential investors of the Company should exercise caution when dealing in the Company’s shares.

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

Hong Kong, 28 October 2014

* *For identification purpose only*

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.