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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)

UPDATE ON RECENT DEVELOPMENTS AND SUSPENSION OF TRADING

References are made to the Company's announcements dated 13 June 2012, 19 September 2012, 27 November 2012, 21 January 2013, 21 February 2013, 22 March 2013, 29 April 2013, 31 May 2013, 28 June 2013, 29 July 2013, 6 August 2013, 19 August 2013, 26 August 2013 and 4 September 2013 in relation to, amongst other things, the Incident and the subsequent development in the Company since trading in the Shares on the Stock Exchange has been suspended on 8 June 2012 (the "**Announcements**"). Unless otherwise stated, capitalised terms used herein shall have the same meanings as those used in the Announcements. This announcement is made by the Company to inform the Shareholders and potential investors of the recent development of the Company and matters relating to the suspension of trading in the Shares of the Company.

As stated in the Company's announcement dated 4 September 2013, the Company received a letter from the Stock Exchange on 3 September 2013 regarding the following resumption conditions for the Company:-

- (a) publish all outstanding financial results and report, and address any concerns raised by the Company's auditors through qualifications in their audit report; and
- (b) demonstrate that the Company has put in place adequate financial reporting procedures and internal control systems to meet obligations under the Listing Rules.

The Company is currently in the process of completing (a) and (b) above for resumption of trading and will issue further announcement on the progress of resumption of trading as and when appropriate before the publication of the 2012 Results Announcement, the 2012 Interim Results Announcement, the 2013 Results Announcement and the 2013 interim results announcement for the six months ended 30 September 2013 (the "**2013 Interim Results Announcement**").

Trading in the Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on 8 June 2012 at the request of the Company. Trading in the Shares will remain suspended until further notice.

SHAREHOLDERS AND POTENTIAL INVESTORS ARE ADVISED TO EXERCISE CAUTION WHEN DEALING IN THE SECURITIES AND SHARES OF THE COMPANY.

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

Hong Kong, 31 October 2013

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 and Mr. Li Kam Chung and Mr. Walter Thomas Segsworth.

** For identification purpose only*