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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 SINCE SUSPENSION OF TRADING

Reference is made to the Company's announcement dated 29 April 2013 and 31 May 2013 in relation to, among other things, the execution of the Settlement Agreement (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 development of the matters relating to the suspension of trading in the Shares of the Company.

As stated in the Company's announcement dated 31 May 2013, the Company is seeking to discuss with Electrum regarding the Electrum Warrants. The Company has been notified by certain Shareholders that they have been in discussions regarding the Electrum Warrants. The Company will issue a further announcement as appropriate if it becomes notified of the further developments regarding the discussions among the Shareholders pertaining to the Electrum Warrants.

Further reference is made to the Company's announcement dated 29 April 2013, where it was disclosed that the Company is identifying a suitable candidate to fill the vacancy of an independent non-executive director of the Company in order to comply with the requirements under Rule 3.10(1), 3.10A and 3.21 of the Listing Rules. Pursuant to the requirements under Rule 3.11 of the Listing Rules, the Company should appoint the independent non-executive director on or before 26 July 2013. However, the Company is still in the process of identifying suitable candidates, including nominations from its Shareholders, to fill such vacancy. The Company will appoint the independent non-executive director as soon as practicable and will make further announcement after the appointment.

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, 29 July 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, Mr. Stefanus David Steyn and Dr. David Twist. The Independent Non-executive Directors are Mr. Chui Man Lung, Everett and Mr. Li Kam Chung.

** For identification purpose only*