

LIONGOLD CORP LTD

**PROFIT WARNING IN RELATION TO THE FINANCIAL RESULTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2014**

The Board of Directors of LionGold Corp Ltd (the “**Company**”) wishes to announce that the Company and its subsidiaries (collectively, the “**Group**”) are expected to report a loss before tax for the Full Financial Year ended 31 March 2014.

Based on a preliminary review of the Group’s performance, the loss is mainly attributable to:

1. Care and maintenance costs from our operations in Bolivia and Ghana;
2. Substantial losses arising from the unrealised loss on financial assets at fair value through profit and loss; and
3. Substantial losses arising from impairment loss on goodwill and exploration and evaluation expenditure.

The Group is in the process of finalising its Full Year Financial Results for FY2014, which will be released on or before 30 May 2014.

In the meantime, the Board of Directors wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

Tan Soo Khoo Raymond
Executive Director
27 May 2014