

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

The Board of Directors (“**Board**”) of LionGold Corp Ltd (the “**Company**”) is pleased to present the results of the Company and its subsidiaries (the “**Group**”) for the year ended 31 March 2018. The figures presented below have not been audited nor reviewed by the Company’s auditors.

1(a)(i) An income statement (for the Group) with comparatives for the 3 month period and year ended 31 March with the corresponding period of the immediately preceding financial year.

| | Group | | | Group | | |
|---|----------------------|--------------|---------------|----------------------|-----------------|----------------|
| | 3 month period ended | | | Financial year ended | | |
| | 31.03.2018 | 31.03.2017 | Change | 31.03.2018 | 31.03.2017 | Change |
| | S\$'000 | S\$'000 | % | S\$'000 | S\$'000 | % |
| CONTINUING OPERATIONS | | | | | | |
| Revenue | 15,782 | 25,427 | (37.9) | 59,136 | 72,592 | (18.5) |
| Cost of goods sold | (13,785) | (21,872) | (37.0) | (65,004) | (65,804) | (1.2) |
| Gross profit / (loss) | 1,997 | 3,555 | (43.8) | (5,868) | 6,788 | (186.4) |
| Other income | 41 | 69 | (40.6) | 208 | 375 | (44.5) |
| Expenses : | | | | | | |
| Administrative expenses | (1,059) | (1,366) | (22.5) | (4,353) | (5,597) | (22.2) |
| Other expenses | 1,348 | (893) | (251.0) | 1,843 | (777) | (337.2) |
| Finance costs | (729) | (290) | 151.4 | (2,410) | (1,297) | 85.8 |
| Profit / (loss) before income tax from continuing operations | 1,598 | 1,075 | 48.7 | (10,580) | (508) | 1,982.7 |
| Income tax credit | - | - | - | - | - | - |
| Profit / (loss) for the period / year from continuing operations, net of tax | 1,598 | 1,075 | 48.7 | (10,580) | (508) | 1,982.7 |
| DISCONTINUED OPERATIONS ^(Note 1) | | | | | | |
| Loss from discontinued operations, net of tax | - | - | - | - | (49,703) | (100.0) |
| Profit / (loss) for the period / year | 1,598 | 1,075 | 48.7 | (10,580) | (50,211) | (78.9) |

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | Group | | | Group | | |
|--|----------------------|------------|----------------|----------------------|-----------------|---------------|
| | 3 month period ended | | | Financial year ended | | |
| | 31.03.2018 | 31.03.2017 | Change | 31.03.2018 | 31.03.2017 | Change |
| | S\$'000 | S\$'000 | % | S\$'000 | S\$'000 | % |
| Profit / (loss) for the period / year attributable to : | | | | | | |
| Equity holders of the Company | | | | | | |
| Profit / (loss) from continuing operations, net of tax | 1,858 | 507 | 266.5 | (10,490) | (640) | 1,539.1 |
| Loss from discontinued operations, net of tax | - | - | - | - | (41,496) | (100.0) |
| Profit / (loss) for the period / year attributable to equity holders of the Company | 1,858 | 507 | 266.5 | (10,490) | (42,136) | (75.1) |
| | | | | | | |
| Non-controlling interests | | | | | | |
| (Loss) / profit from continuing operations, net of tax | (260) | 568 | (145.8) | (90) | 132 | (168.2) |
| Loss from discontinued operations, net of tax | - | - | - | - | (8,207) | (100.0) |
| (Loss) / profit for the period / year attributable to non-controlling interests | (260) | 568 | (145.8) | (90) | (8,075) | (98.9) |

NM: Not Meaningful

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

1(a)(ii) A statement of comprehensive income with comparatives for the 3 month period and year ended 31 March with the corresponding period of the immediately preceding financial year.

| | Group | | Group | |
|--|----------------------|--------------|----------------------|-----------------|
| | 3 month period ended | | Financial year ended | |
| | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Profit / (loss) for the period / year | 1,598 | 1,075 | (10,580) | (50,211) |
| Currency translation differences arising from consolidation | (2,088) | 1,516 | (3,784) | 2,262 |
| Reclassification of currency translation differences from equity on disposal and striking off of subsidiaries to profit and loss | - | - | (274) | 10,766 |
| Total comprehensive (loss) / income for the period / year | (490) | 2,591 | (14,638) | (37,183) |
| | | | | |
| Total comprehensive income / (loss) for the period / year attributable to : | | | | |
| Equity holders of the Company | | | | |
| Total comprehensive (loss) / income from continuing operations, net of tax | (657) | 2,310 | (15,287) | 7,051 |
| Total comprehensive loss from discontinued operations, net of tax | - | - | - | (30,730) |
| Total comprehensive (loss) / income for the period / year attributable to equity holders of the Company | (657) | 2,310 | (15,287) | (23,679) |
| | | | | |
| Non-controlling interests | | | | |
| Total comprehensive income / (loss) from continuing operations, net of tax | 167 | 281 | 649 | (5,297) |
| Total comprehensive loss from discontinued operations, net of tax | - | - | - | (8,207) |
| Total comprehensive income / (loss) for the period / year attributable to non-controlling interests | 167 | 281 | 649 | (13,504) |

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

Note 1:

Discontinued operations:

| | Group | | | Group | | |
|---------------------------------------|----------------------|------------|--------|----------------------|-----------------|----------------|
| | 3 month period ended | | | Financial year ended | | |
| | 31.03.2018 | 31.03.2017 | Change | 31.03.2018 | 31.03.2017 | Change |
| | SS'000 | SS'000 | % | SS'000 | SS'000 | % |
| Expenses : | | | | | | |
| Administrative expenses | - | - | - | - | (10) | (100.0) |
| Other expenses | - | - | - | - | (49,693) | (100.0) |
| | | | | | | |
| Loss before income tax | - | - | - | - | (49,703) | (100.0) |
| | | | | | | |
| Income tax expense | - | - | - | - | - | - |
| Net loss for the period / year | - | - | - | - | (49,703) | (100.0) |

Discontinued operations comprise the following:

1) Owere Mines Ltd

On 23 May 2016, Signature Metals Limited (“**SML**”), a 76.9% subsidiary of the Company, has entered into a separation agreement (the “**Separation Agreement**”) with its joint venture partner, Talos Ghana Limited (“**Talos**”). With reference to the Company’s announcement dated 23 May 2016, upon completion of the OML Rights Issue (as defined in the said announcement), SML’s interest in Owere Mines Ltd (“**OML**”) will be diluted from 70.0% to approximately 0.01%. Following the execution of the separation agreement, OML has been deconsolidated from the Group with effect from 23 May 2016.

On 5 December 2017, the Company announced that OML rights issue has been completed.

2) Mornington Offshore Inc.

On 22 December 2016, the Company announced that Mornington Offshore Inc. (“**Mornington**”), a dormant 70.0% subsidiary of the Company incorporated in the British Virgins Islands (“**BVI**”), has been struck off from the BVI Registry of Companies with effect from 1 November 2016. Emas Mali S.A. and Emas Keikoro S.A.R.L. (collectively, the “**Mornington subsidiaries**”), both incorporated in the Republic of Mali, are 100.0% and 80.0% subsidiaries of Mornington respectively. Mornington and the Mornington subsidiaries have been deconsolidated from the Group with effect from 1 November 2016.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

Total expenses and costs include the following charge/(credit):

| | Group | | | Group | | |
|---|----------------------|------------|---------------|----------------------|------------|---------------|
| | 3 month period ended | | | Financial year ended | | |
| | 31.03.2018 | 31.03.2017 | Change | 31.03.2018 | 31.03.2017 | Change |
| | SS'000 | SS'000 | % | SS'000 | SS'000 | % |
| Cost of goods sold:- | | | | | | |
| From continuing operations: | | | | | | |
| Depreciation of property, plant and equipment | 1,058 | 1,775 | (40.4) | 6,325 | 7,394 | (14.5) |
| Amortisation of mining properties | 1,375 | 3,692 | (62.8) | 7,088 | 9,620 | (26.3) |
| | | | | | | |
| Other income:- | | | | | | |
| From continuing operations: | | | | | | |
| Gain on disposal of available-for-sale financial assets | - | 1 | (100.0) | - | 102 | (100.0) |
| Interest income | 28 | 47 | (40.4) | 142 | 172 | (17.4) |
| Rental income | 12 | 17 | (29.4) | 57 | 85 | (32.9) |
| Others | 1 | 4 | (75.0) | 9 | 16 | (43.8) |
| | 41 | 69 | (40.6) | 208 | 375 | (44.5) |
| | | | | | | |
| Administrative expenses:- | | | | | | |
| From continuing operations: | | | | | | |
| Depreciation of property, plant and equipment | 21 | 42 | (50.0) | 115 | 176 | (34.7) |
| Operating lease - rental expenses | 31 | 82 | (62.2) | 220 | 303 | (27.4) |
| | | | | | | |
| From discontinued operations: | | | | | | |
| Operating lease – rental expenses | - | - | - | - | 6 | (100.0) |
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LIONGOLD CORP LTD
FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | Group | | | Group | | |
|--|----------------------|------------|----------------|----------------------|---------------|----------------|
| | 3 month period ended | | | Financial year ended | | |
| | 31.03.2018 | 31.03.2017 | Change | 31.03.2018 | 31.03.2017 | Change |
| | SS'000 | SS'000 | % | SS'000 | SS'000 | % |
| Other expenses:- | | | | | | |
| From continuing operations: | | | | | | |
| Write-back of allowance for impairment of other receivables | (500) | - | NM | (500) | (1,010) | (50.5) |
| Allowance for impairment loss on available-for-sale financial assets | - | 4 | (100.0) | - | 340 | (100.0) |
| Amortisation of deferred consideration | 215 | 371 | (42.0) | 215 | 371 | (42.0) |
| Exploration and evaluation expenditure written off | 97 | 112 | (13.4) | 323 | 546 | (40.8) |
| Gain on striking off of subsidiary | - | - | - | (274) | - | NM |
| Loss on disposal of property, plant and equipment | - | 1 | (100.0) | 2 | 17 | (88.2) |
| (Gain) / loss on foreign exchange (net) | (1,261) | 715 | (276.4) | (2,098) | 198 | (1,159.6) |
| Other mining related expenses | 101 | 82 | 23.2 | 477 | 711 | (32.9) |
| Plant and equipment written off | - | - | - | 12 | - | NM |
| Provision for stock obsolescence | - | 94 | (100.0) | - | 90 | (100.0) |
| (Write-back) / settlement payment with third parties | - | (486) | (100.0) | - | (486) | (100.0) |
| | (1,348) | 893 | (251.0) | (1,843) | 777 | (337.2) |
| From discontinued operations: | | | | | | |
| Care and maintenance expenses | - | - | - | - | 648 | (100.0) |
| Loss on foreign exchange (net) | - | - | - | - | 1,644 | (100.0) |
| Loss on disposal of subsidiary | - | - | - | - | 44,075 | (100.0) |
| Loss on striking off of subsidiary | - | - | - | - | 3,326 | (100.0) |
| | - | - | - | - | 49,693 | (100.0) |

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year

| | Group | | Company | |
|---|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2018 | As at 31.03.2017 | As at 31.03.2018 | As at 31.03.2017 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Current assets | | | | |
| Due from subsidiaries | - | - | - | 18 |
| Inventories | 7,327 | 6,168 | - | - |
| Other current assets | 557 | 742 | 458 | 498 |
| Trade and other receivables | 493 | 697 | 15 | 20 |
| Financial assets at fair value through profit or loss | - | - | - | - |
| Available-for-sale financial assets | - | - | - | - |
| Cash and cash equivalents | 3,757 | 11,153 | 5 | 374 |
| | 12,134 | 18,760 | 478 | 910 |
| Non-current assets | | | | |
| Property, plant and equipment | 14,360 | 19,609 | 6 | 13 |
| Exploration and evaluation | 5,519 | 5,287 | - | - |
| Mining properties | 3,598 | 2,558 | - | - |
| Investment in subsidiaries | - | - | 64,446 | 76,014 |
| Security deposits | 4,379 | 4,657 | - | - |
| | 27,856 | 32,111 | 64,452 | 76,027 |
| Total assets | 39,990 | 50,871 | 64,930 | 76,937 |
| | | | | |
| Current liabilities | | | | |
| Due to subsidiaries | - | - | 35,816 | 34,423 |
| Trade and other payables | 11,661 | 9,576 | 3,441 | 2,453 |
| Finance lease creditors | 705 | 664 | - | - |
| Borrowings | - | 11,852 | - | 11,852 |
| Convertible bonds | 419 | - | 419 | - |
| Derivative financial instruments | 97 | 124 | 97 | 124 |
| | 12,882 | 22,216 | 39,773 | 48,852 |
| | | | | |

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | Group | | Company | |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | As at 31.03.2018 | As at 31.03.2017 | As at 31.03.2018 | As at 31.03.2017 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Non-current liabilities | | | | |
| Finance lease creditors | - | 546 | - | - |
| Convertible bonds | - | 541 | - | 541 |
| Borrowings | 15,802 | 3,951 | 15,802 | 3,951 |
| Rehabilitation and preservation provision | 5,739 | 5,615 | - | - |
| Deferred consideration | 2,272 | 2,191 | - | - |
| | 23,813 | 12,844 | 15,802 | 4,492 |
| | | | | |
| Total liabilities | 36,695 | 35,060 | 55,575 | 53,344 |
| | | | | |
| Net assets | 3,295 | 15,811 | 9,355 | 23,593 |
| | | | | |
| Equity | | | | |
| Issued capital and reserves attributable to equity holders of the Company | | | | |
| Issued capital | 811 | 558 | 811 | 558 |
| Share premium | 279,518 | 277,648 | 279,518 | 277,648 |
| Other reserves | 40,846 | 45,644 | 61,979 | 61,979 |
| Accumulated losses | (305,855) | (295,365) | (332,953) | (316,592) |
| | 15,320 | 28,485 | 9,355 | 23,593 |
| | | | | |
| Non-controlling interests | (12,025) | (12,674) | - | - |
| Total equity | 3,295 | 15,811 | 9,355 | 23,593 |

LIONGOLD CORP LTD**FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018****1(b)(ii) Aggregate amount of Group's borrowings****Amount repayable in one year or less, or on demand**

| | As at 31.03.2018 | | As at 31.03.2017 | |
|-------------------------|------------------|------------|------------------|---------------|
| | SS'000 | SS'000 | SS'000 | SS'000 |
| | Secured | Unsecured | Secured | Unsecured |
| Borrowings | - | - | - | 11,852 |
| Convertible bonds | - | 419 | - | - |
| Finance lease creditors | 705 | - | 664 | - |
| | 705 | 419 | 664 | 11,852 |

Amount repayable more than one year

| | As at 31.03.2018 | | As at 31.03.2017 | |
|---|------------------|---------------|------------------|--------------|
| | SS'000 | SS'000 | SS'000 | SS'000 |
| | Secured | Unsecured | Secured | Unsecured |
| Later than 1 year but not later than 5 years: | | | | |
| Borrowings | - | 15,802 | - | 3,951 |
| Convertible bonds | - | - | - | 541 |
| Finance lease creditors | - | - | 546 | - |
| | - | 15,802 | 546 | 4,492 |

As at 31 March 2018, the Group's borrowings are secured by property, plant and equipment with a net book value of S\$0.7 million (FY2017: S\$1.6 million) and a corporate guarantee from the Company.

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

1(c) A cash flows statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

| | Group | | Group | |
|---|----------------------|---------------|----------------------|---------------|
| | 3 month period ended | | Financial year ended | |
| | 31.3.2018 | 31.3.2017 | 31.3.2018 | 31.3.2017 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Profit / (loss) before income tax | 1,598 | 1,075 | (10,580) | (50,211) |
| Adjustments for:- | | | | |
| Allowance for impairment loss on available-for-sale financial assets | - | 4 | - | 340 |
| Write-back of impairment loss on other receivables | (500) | - | (500) | (1,010) |
| Amortisation of deferred consideration | 215 | 371 | 215 | 371 |
| Amortisation of discount on provision for rehabilitation and preservation | 15 | 14 | 57 | 56 |
| Amortisation of mining properties | 1,375 | 3,692 | 7,088 | 9,620 |
| Depreciation of property, plant and equipment | 1,079 | 1,817 | 6,440 | 7,570 |
| Exploration and evaluation expenditure written off | 97 | 112 | 323 | 546 |
| Loss on disposal of property, plant and equipment | - | 1 | 2 | 17 |
| Gain on disposal of available-for-sale financial assets | - | (1) | - | (102) |
| (Gain) / Loss on striking-off of a subsidiary | - | - | (274) | 3,326 |
| Loss on disposal of subsidiary | - | - | - | 44,075 |
| Property and equipment written off | - | - | 12 | - |
| Unrealised foreign exchange (gain) / loss | (1,258) | (874) | (2,090) | 1,655 |
| Interest income | (28) | (47) | (142) | (172) |
| Interest expense | 714 | 275 | 2,353 | 1,241 |
| Operating cash flows before working capital changes | 3,307 | 6,439 | 2,904 | 17,322 |
| Changes in operating assets and liabilities: | | | | |
| Inventories | (1,348) | 3,719 | (1,158) | (1,443) |
| Trade and other receivables | 2,755 | 1,188 | 694 | 886 |
| Other current assets | 70 | 20 | 148 | 54 |
| Trade and other payables | (797) | (644) | (460) | (514) |
| Other liabilities | (441) | 1,433 | 161 | 991 |
| Cash generated from operations | 3,546 | 12,155 | 2,289 | 17,296 |
| Interest received | 28 | 47 | 142 | 172 |
| Interest paid | (12) | (20) | (65) | (196) |
| Net cash generated from operating activities | 3,562 | 12,182 | 2,366 | 17,272 |
| | | | | |
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LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| (cont'd) | Group | | Group | |
|---|----------------------|----------------|----------------------|-----------------|
| | 3 month period ended | | Financial year ended | |
| | 31.3.2018 | 31.3.2017 | 31.3.2018 | 31.3.2017 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Disposal of subsidiaries, net of cash and cash equivalents disposed | - | - | - | (58) |
| Expenditure on exploration, evaluation and capital development | (2,351) | (2,707) | (9,313) | (8,587) |
| Proceeds from disposal of available-for-sale financial assets | - | - | - | 99 |
| Proceeds from disposal of property, plant and equipment | - | - | - | 298 |
| Purchase of property, plant and equipment | (514) | (1,404) | (1,754) | (5,611) |
| Net cash used in investing activities | (2,865) | (4,111) | (11,067) | (13,859) |
| | | | | |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Proceeds from issuance of convertible bonds | 950 | 950 | 1,900 | 2,850 |
| Repayment of borrowings | - | - | - | (4,003) |
| Repayment of finance lease liabilities | (217) | (201) | (435) | (868) |
| Refunds of security deposits | - | - | 10 | - |
| Net cash generated from / (used in) financing activities | 733 | 749 | 1,475 | (2,021) |
| | | | | |
| Net increase / (decrease) in cash and cash equivalents | 1,430 | 8,820 | (7,226) | 1,392 |
| Cash and cash equivalents at beginning of financial period/year | 2,365 | 2,359 | 11,153 | 9,705 |
| Effect of foreign exchange rate changes, net | (38) | (26) | (170) | 56 |
| Cash and cash equivalents at end of financial period/year | 3,757 | 11,153 | 3,757 | 11,153 |

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

| | Issued Capital | Share Premium | Contributed Surplus | Foreign Currency Translation Reserve | Accumulated Losses | Non-controlling interests | Total Equity |
|--|----------------|----------------|---------------------|--------------------------------------|--------------------|---------------------------|--------------|
| | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 |
| Group | | | | | | | |
| As at 1 April 2017 | 558 | 277,648 | 61,979 | (16,335) | (295,365) | (12,674) | 15,811 |
| Conversion of shares from convertible bonds | 194 | 1,458 | - | - | - | - | 1,652 |
| (Loss) / profit for the period | - | - | - | - | (12,348) | 170 | (12,178) |
| Currency translation differences | - | - | - | (2,283) | - | 312 | (1,971) |
| Total comprehensive (loss) / income for the period | - | - | - | (2,283) | (12,348) | 482 | (14,149) |
| As at 31 December 2017 | 752 | 279,106 | 61,979 | (18,618) | (307,713) | (12,192) | 3,314 |
| | | | | | | | |
| Conversion of shares from convertible bonds | 59 | 412 | - | - | - | - | 471 |
| Loss for the period | - | - | - | - | 1,858 | (260) | 1,598 |
| Currency translation differences | - | - | - | (2,515) | - | 427 | (2,088) |
| Total comprehensive (loss) / income for the period | - | - | - | (2,515) | 1,858 | 167 | (490) |
| As at 31 March 2018 | 811 | 279,518 | 61,979 | (21,133) | (305,855) | (12,025) | 3,295 |
| | | | | | | | |

LIONGOLD CORP LTD
FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | Issued Capital | Share Premium | Contributed Surplus | Foreign Currency Translation Reserve | Accumulated Losses | Non-controlling interests | Total Equity |
|--|----------------|----------------|---------------------|--------------------------------------|--------------------|---------------------------|---------------|
| | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 |
| Group | | | | | | | |
| As at 1 April 2016 | 204 | 274,162 | 61,979 | (34,792) | (253,229) | (37,009) | 11,315 |
| Conversion of shares from convertible bonds | 237 | 2,660 | - | - | - | - | 2,897 |
| Disposal of subsidiary | - | - | - | - | - | 34,634 | 34,634 |
| Striking off of subsidiary | - | - | - | - | - | 3,205 | 3,205 |
| Loss / (profit) for the period | - | - | - | - | (42,643) | (8,643) | (51,286) |
| Currency translation differences | - | - | - | 16,654 | - | (5,142) | 11,512 |
| Total comprehensive income / (loss) for the period | - | - | - | 16,654 | (42,643) | (13,785) | (39,774) |
| As at 31 December 2016 | 441 | 276,822 | 61,979 | (18,138) | (295,872) | (12,955) | 12,277 |
| | | | | | | | |
| Conversion of shares from convertible bonds | 117 | 826 | - | - | - | - | 943 |
| Profit for the period | - | - | - | - | 507 | 568 | 1,075 |
| Currency translation differences | - | - | - | 1,803 | - | (287) | 1,516 |
| Total comprehensive income / (loss) for the period | - | - | - | 1,803 | 507 | 281 | 2,591 |
| As at 31 March 2017 | 558 | 277,648 | 61,979 | (16,335) | (295,365) | (12,674) | 15,811 |
| | | | | | | | |

LIONGOLD CORP LTD
FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | Issued Capital | Share Premium | Contributed Surplus | Accumulated Losses | Total Equity |
|--|----------------|----------------|---------------------|--------------------|---------------|
| | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 |
| Company | | | | | |
| As at 1 April 2017 | 558 | 277,648 | 61,979 | (316,592) | 23,593 |
| Conversion of shares from convertible bonds | 194 | 1,458 | - | - | 1,652 |
| Loss and total comprehensive loss for the period | - | - | - | (4,319) | (4,319) |
| As at 31 December 2017 | 752 | 279,106 | 61,979 | (320,911) | 20,926 |
| Conversion of shares from convertible bonds | 59 | 412 | - | - | 471 |
| Loss and total comprehensive loss for the period | - | - | - | (12,042) | (12,042) |
| As at 31 March 2018 | 811 | 279,518 | 61,979 | (332,953) | 9,355 |

| | Issued Capital | Share Premium | Contributed Surplus | Accumulated Losses | Total Equity |
|--|----------------|----------------|---------------------|--------------------|---------------|
| | SS'000 | SS'000 | SS'000 | SS'000 | SS'000 |
| Company | | | | | |
| As at 1 April 2016 | 204 | 274,162 | 61,979 | (322,847) | 13,498 |
| Conversion of shares from convertible bonds | 237 | 2,660 | - | - | 2,897 |
| Loss and total comprehensive loss for the period | - | - | - | (2,307) | (2,307) |
| As at 31 December 2016 | 441 | 276,822 | 61,979 | (325,154) | 14,088 |
| Conversion of shares from convertible bonds | 117 | 826 | - | - | 943 |
| Profit and total comprehensive income for the period | - | - | - | 8,562 | 8,562 |
| As at 31 March 2017 | 558 | 277,648 | 61,979 | (316,592) | 23,593 |

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous year reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

The changes in the Company's paid-up capital were as follows :

| Issued and fully paid (ordinary shares ("Shares")) | No. of shares | Share Capital (S\$'000) | Share Premium (S\$'000) |
|--|----------------------|-------------------------|-------------------------|
| As at 1 April 2017 | 5,580,514,064 | 558 | 277,648 |
| New ordinary shares issued in relation to conversion of S\$200,000 convertible bonds at a conversion price of S\$0.00085 on 3 May 2017 | 235,294,117 | 24 | 173 |
| New ordinary shares issued in relation to conversion of S\$500,000 convertible bonds at a conversion price of S\$0.00085 on 11 July 2017 | 588,235,294 | 59 | 444 |
| New ordinary shares issued in relation to conversion of S\$200,000 convertible bonds at a conversion price of S\$0.00085 on 19 July 2017 | 235,294,117 | 23 | 173 |
| New ordinary shares issued in relation to conversion of S\$100,000 convertible bonds at a conversion price of S\$0.00085 on 25 July 2017 | 117,647,058 | 12 | 86 |
| New ordinary shares issued in relation to conversion of S\$300,000 convertible bonds at a conversion price of S\$0.00085 on 20 November 2017 | 352,941,176 | 35 | 274 |
| New ordinary shares issued in relation to conversion of S\$350,000 convertible bonds at a conversion price of S\$0.00085 on 27 November 2017 | 411,764,705 | 41 | 308 |
| As at 31 December 2017 | 7,521,690,531 | 752 | 279,106 |
| New ordinary shares issued in relation to conversion of S\$500,000 convertible bonds at a conversion price of S\$0.00085 on 31 January 2018 | 588,235,294 | 59 | 412 |
| As at 31 March 2018 | 8,109,925,825 | 811 | 279,518 |

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The number of Shares that may be issued on conversion of the outstanding convertibles as at 31 March 2018 and 31 March 2017 is as follows:

| As at 31 March 2018 | No. of Shares that may be issued | Share Capital (S\$'000) | Share Premium (S\$'000) |
|---|----------------------------------|-------------------------|-------------------------|
| New Shares to be issued on conversion of current outstanding convertible bonds of S\$0.55 million and the remaining convertible bonds of approximately S\$22 million which have yet to be drawn down. For illustrative purposes, the table shows the number of Shares to be issued assuming full conversion of the convertible bonds at the conversion price of S\$0.00085. | 26,486,732,771 | 2,648 | 19,865 |

| As at 31 March 2017 | No. of Shares that may be issued | Share Capital (S\$'000) | Share Premium (S\$'000) |
|--|----------------------------------|-------------------------|-------------------------|
| New Shares to be issued on conversion of current outstanding convertible bonds of S\$0.7 million and the remaining convertible bonds of approximately S\$25 million which have yet to be drawn down. For illustrative purposes, the table shows the number of Shares to be issued assuming full conversion of the convertible bonds at the conversion price of S\$0.00085. | 29,016,144,532 | 2,902 | 21,762 |

There are no treasury shares and subsidiary holdings as at the end of the current financial period and as at the end of the immediately preceding financial year.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

There are no treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year. The total number of issued shares as at 31 March 2018 is 8,109,925,825 (31 March 2017: 5,580,514,064).

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. There are no treasury shares.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).

The figures have not been audited or reviewed by the Company's auditors.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

The figures have not been audited nor reviewed by the Company's auditors.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial have been applied.

Other than the adoption of the new and revised Financial Reporting Standards in Singapore ("FRS") and interpretations of FRS ("INT FRS") as mentioned in paragraph 5 below, there were no changes in the accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 March 2017.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

During the current financial period, the Company and the Group have adopted all the new and revised FRS and INT FRS that are relevant to its operations and are effective for annual periods beginning on 1 April 2017. The adoption of the new FRS and INT FRS will have no material impact on the financial statements.

6. Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

| | 3 month period ended | | Financial year ended | |
|---|----------------------|------------|----------------------|--------------|
| | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 |
| | S\$ | S\$ | S\$ | S\$ |
| Earnings / (loss) per Share for the financial period: | | | | |
| Based on weighted average number of Shares – basic and diluted: | | | | |
| - Continuing operations | 0.03 cents | 0.01 cents | (0.15) cents | (0.02) cents |
| - Discontinued operations | - | - | - | (1.13) cents |

Earnings or loss per Share is calculated based on the weighted average number of Shares of 6,831,601,894 for the full year ended 31 March 2018 (31 March 2017: 3,686,161,370) and 6,831,601,894 for the three (3) months ended 31 March 2018 (31 March 2017: 3,686,161,370). There was no difference between the basic and diluted earnings or loss per Share as the effect of all potentially dilutive shares outstanding was anti-dilutive.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

7. Net asset value (for the issuer and the Group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

| | Group | | Company | |
|---|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2018 | As at 31.03.2017 | As at 31.03.2018 | As at 31.03.2017 |
| | S\$ | S\$ | S\$ | S\$ |
| Net asset value per ordinary share based on the issued share capital at end of financial year | 0.19 cents | 0.51 cents | 0.12 cents | 0.42 cents |

Net asset value per share is calculated based on 8,109,925,825 shares issued at the end of the financial year ended 31 March 2018 (31 March 2017: 5,580,514,064).

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

(A) Financial Performance Review

FY2018

Continuing Operations

The Group recorded a decrease in revenue for the financial year ended 31 March 2018 ("FY2018"). Revenue decreased to S\$59.1 million compared with S\$72.6 million in the preceding financial year ended 31 March 2017 ("FY2017") as total gold sold decreased from 41,710 ounces to 33,949 ounces. In addition, there was a slight decrease in average selling price of gold from A\$1,669 in FY2017 to A\$1,662 in FY2018.

Gross profit decreased by S\$12.7 million from a gross profit of S\$6.8 million in FY2017 to a gross loss of S\$5.9 million in FY2018. The significant decrease in gross profit was mainly due to the decrease in gold sold and decrease in average selling price of gold as described above whilst the cost of gold produced has been recognised in cost of goods sold. Total quantity of gold ore processed decreased by 4.1% from approximately 271,000 tonnes in FY2017 to approximately 260,000 tonnes in FY2018. Total gold production decreased by 15.2% from 41,391 ounces in FY2017 to 35,104 ounces in FY2018 as a result of the decrease in the head grade of ore processed from 5.9/t in FY2017 to 5.2g/t in FY2018. Total mining and production cost per ounce has increased mainly as a result of the decline in head grade.

The decrease in amortisation of mining properties was mainly attributed to the decrease in total gold production. There was a decrease in depreciation of property, plant and equipment as some of the assets have been fully depreciated in FY2018.

Other income recorded a decrease of S\$0.2 million in FY2018 compared to FY2017, mainly attributed to a S\$0.1 million gain on disposal of available-for-sale financial assets in FY2017. There was no such gain in FY2018.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

Administrative expenses decreased by S\$1.2 million in FY2018 as compared to FY2017. This was mainly attributed to a decrease in salary expenses of S\$0.6 million, a decrease of S\$0.1 million in legal fees, a S\$0.1 million decrease in audit fees, a S\$0.1 million decrease in rental expenses and a decrease of S\$0.1 million in stamp duties paid for the acquisition of the Group's wholly owned subsidiary and gold mining producer, Castlemaine Goldfields Pty Ltd ("CGT").

Other expenses decreased from a loss of S\$0.8 million in FY2017 to a gain of S\$1.8 million in FY2018. The decrease was mainly due to a one-off gain of S\$0.3 million on the dissolution of LionGold Mining Canada Inc. ("LGMC") and a foreign exchange gain of S\$2.1 million in FY2018 as compared to a foreign exchange loss of S\$0.2 million in FY2017. In addition, there was a decrease in impairment loss of available-for-sale financial assets of S\$0.3 million, a decrease in exploration and evaluation expenditure written-off of S\$0.2 million and a decrease in other mining expenses of S\$0.2 million in FY2018 as compared to FY2017. The gains from other expenses was partially offset by i) a decrease in the write back of allowance for impairment of receivables of S\$0.5 million a result of the repayment by Annica Holdings Ltd and ii) write back of settlement payment with third parties of S\$0.5 million, which was attributed to the Deed of Settlement and Release entered between the Company and Bass Metals as announced by the Company on 20 March 2017.

Exploration and evaluation expenditure of S\$0.3 million in FY2018 were written off as costs incurred and capitalised in relation to an area of interest were deemed to be no longer recoverable through further development and exploitation. Other mining expenses of S\$0.5 million in FY2018 relate to general mining expenses which could not be allocated to specific area of interest and hence has to be expensed off and these items were individually immaterial.

The increase in finance costs of S\$1.1 million in FY2018 as compared to FY2017 was mainly attributed to an increase in interest charged on the outstanding borrowings of S\$15.8 million pursuant to the debt restructuring agreement entered by the Company as announced on 29 June 2017.

Discontinued Operations

There were no results from discontinued operations in FY2018 as OML has been derecognised from the Group with effect from 23 May 2016. Other expenses in FY2017 mainly were related to loss on disposal of subsidiary from the derecognition of OML of S\$44.1 million, loss on striking-off of a subsidiary of S\$3.3 million and foreign exchange loss of S\$1.6 million.

Under total comprehensive income, the reclassification of currency translation differences from equity to profit and loss in FY2017 of S\$10.8 million relates mainly to the deconsolidation of OML. The reclassification of currency translation differences from equity to profit and loss of S\$0.3 million in FY2018 relates to the dissolution of LGMC.

4Q2018

The Group recorded a decrease in revenue for the three (3) months financial period ended 31 March 2018 ("4Q2018"). Revenue decreased to S\$15.8 million compared to S\$25.4 million in the three (3) months financial period ended 31 March 2017 ("4Q2017") mainly due to a decrease in total gold sold from 14,775 ounces in 4Q2017 to 9,001 ounces in 4Q2018. The decrease in revenue was partially offset by an increase in average selling price of gold from A\$1,618 in 4Q2017 to A\$1,693 in 4Q2018.

Gross profit decreased by S\$1.6 million in 4Q2018 as compared to 4Q2017. Total quantity of gold ore processed increased by 9.7% from approximately 62,000 tonnes in 4Q2017 to approximately 68,000 tonnes in 4Q2018. Total gold production decreased by 9.6% from 10,815 ounces in 4Q2017 to 9,779 ounces in 4Q2018 mainly as a result of the decrease in the head grade of ore processed from 6.6/t in 4Q2017 to 5.7g/t in 4Q2018. Total mining and production cost per ounce has increased mainly as a result of the decline in head grade.

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Administrative expenses decreased by S\$0.3 million in 4Q2018 as compared to 4Q2017. This was mainly attributed to a decrease in salary expenses of S\$0.1 million and legal expenses of S\$0.1 million.

Other expenses decreased from a loss of S\$0.9 million in 4Q2017 to a gain of S\$1.3 million in 4Q2018. The decrease was mainly due to a one-off gain of S\$0.5 million write back of allowance for impairment of receivables as a result of the repayment by Annica Holdings Ltd and a foreign exchange gain of S\$1.3 million in 4Q2018 as compared to a foreign exchange loss of S\$0.7 million in 4Q2017. The gains from other expenses was partially offset by the write back of settlement payment with third parties of S\$0.5 million, which was attributed to the Deed of Settlement and Release entered between the Company and Bass Metals as announced by the Company on 20 March 2017.

The increase in finance costs of S\$0.4 million in 4Q2018 as compared to 4Q2017 was mainly attributed to an increase in interest charged on the outstanding borrowings of S\$15.8 million pursuant to the debt restructuring agreement entered by the Company as announced on 29 June 2017.

(B) Financial Position Review

1) The current assets of the Group decreased by S\$6.7 million from S\$18.8 million as at 31 March 2017 to S\$12.1 million as at 31 March 2018. The decrease was mainly due to:

- The decrease in cash and cash equivalents by S\$7.4 million. This was mainly attributed to expenditure on exploration, evaluation and capital development of S\$9.3 million, purchase of plant and equipment of S\$1.8 million, repayment to finance lease creditors of S\$0.4 million. The decrease was partially offset by proceeds from issuance of convertible bonds of S\$1.9 million and cash generated from operating activities of S\$2.4 million.

The decrease in current assets of the Group was partially offset by:

- The increase in inventories of S\$1.2 million mainly attributed to the increase in the quantity of gold stockpiles held.

2) The non-current assets of the Group decreased by S\$4.2 million from S\$32.1 million as at 31 March 2017 to S\$27.9 million as at 31 March 2018. The decrease was mainly due to:

- The decrease in PPE by S\$5.2 million which was mainly attributed to depreciation charge of S\$6.4 million which was partially offset by additions amounting to S\$2.2 million during the period.

At the Company level, investments in subsidiaries decreased by S\$11.6 million which was attributed to an allowance for impairment of investment in the Company's wholly-owned subsidiary, Castlemaine Goldfields Pty Ltd ("CGT") as the recoverable amount of the investment was lower than the previous carrying value of the investment.

3) The current liabilities of the Group decreased from S\$22.2 million as at 31 March 2017 to S\$12.9 million as at 31 March 2018. The decrease of S\$9.3 million was mainly attributable to:

- The decrease in borrowings by S\$11.9 million, attributed mainly to the reclassification of this loan from current liabilities to non-current liabilities as a result of the debt restructuring agreement entered between the Company, Premier Equity Fund Sub D and Value Capital Asset Management Private Limited on 29 June 2017, further to which the repayment due date of the Balance Sum (as defined in the Company's announcement dated 29 June 2017) was set to 5 years from the date of the debt restructuring agreement subject to the Company obtaining all relevant approvals. In the event that the Company is unable to obtain the relevant approvals, the final repayment date is extended to 18 June 2020.

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

The decrease in current liabilities of the Group was partially offset by:

- The increase in trade payables of S\$2.1 million.
- The increase in convertible bonds of S\$0.4 million attributed to the reclassification of these convertible bonds from non-current liabilities to current liabilities in view that the maturity date of the bonds fall on 18 September 2018.

At the Company level, the amount due to subsidiaries increased from S\$34.4 million to S\$35.8 million which was mainly attributed to the funding provided from Castlemaine Goldfields Pty Ltd (“CGT”) to the Company for its operating expenses.

- 4) The non-current liabilities of the Group increased from S\$12.8 million as at 31 March 2017 to S\$23.8 million as at 31 March 2018. The increase was mainly attributed to:
- The increase in borrowings of S\$11.9 million attributed to the reclassification of these borrowings from current liabilities to non-current liabilities as mentioned in paragraph 8(B)(3) above.

The increase in non-current liabilities of the Group was partially offset by:

- The decrease in finance lease creditors as repayments were made during the financial year.
- The decrease in convertible bonds of S\$0.5 million attributed to the reclassification of these convertible bonds from non-current liabilities to current liabilities in view that the maturity date of the bonds fall on 18 September 2018.

Deferred consideration of S\$2.3 million pertains to a consideration payable to the previous owner of OML. An aggregate of A\$3.0 million will be made payable following a certain production milestones being met. Further details of this deferred consideration can be found on page 93, note 30 of the FY2017 annual report.

The provision for rehabilitation and preservation of S\$5.7 million is to cover the estimated costs of land rehabilitation and preservation as a result of past mining and exploration activities at Ballarat and Castlemaine, all in Australia.

- 5) Issued capital and reserves attributable to equity holders of the Company and non-controlling interests decreased by S\$12.5 million from S\$15.8 million as at 31 March 2017 to S\$3.3 million as at 31 March 2018. These were mainly attributable to the following:
- The decrease in other reserves (excluding accumulated losses) by S\$4.8 million, due to a decrease in foreign currency translation reserve.
 - The increase in accumulated losses from S\$295.4 million as at 31 March 2017 to S\$305.9 million as at 31 March 2018, which reflects the Group’s consolidated losses attributable to equity holders for the period.
 - The decrease in deficit of non-controlling interest to (S\$12.0) million as at 31 March 2018 compared to (S\$12.7) million as at 31 March 2017, due mainly to a decrease in currency translation differences of S\$0.7 million.

The Group has net current liabilities of S\$0.7 million as at 31 March 2018. This was mainly due to a significant reduction in cash and cash equivalents during FY2018. The Board believes that the Group will be able to raise the necessary funds from its mining operations and from the redeemable convertible bonds to enable the Group to repay its debts and fund its operations for the foreseeable future. The Company is exploring various fund raising options and it is in discussion with Premier Equity Fund Sub E and Value Capital to extend the expiry date of the convertible bonds, subject to the relevant approvals. The Company will make the relevant announcements as and when there are any updates.

LIONGOLD CORP LTD

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(C) Cash Flows Statement

FY2018

Net cash generated from operating activities in FY2018 was S\$2.4 million as compared to net cash generated from operations of S\$17.2 million in FY2017. The net operating cash inflow was mainly due to an operating cash inflow before working capital changes of S\$2.9 million, adjusted for working capital outflows of S\$0.6 million. The working capital outflows in FY2018 were attributed mainly to the increase in inventories of S\$1.2 million and which was partially offset by a decrease in trade and receivables of S\$0.7 million.

Net cash used in investing activities in FY2018 was S\$11.1 million as compared to S\$13.8 million in FY2017. This was mainly attributable to a decline in purchase of PPE from S\$5.5 million in FY2017 to S\$1.8 million in FY2018 which was partially offset by an increase in expenditure on exploration, evaluation and capital development of S\$0.7 million in FY2018.

Net cash generated from financing activities in FY2018 was S\$1.5 million as compared to net cash used in financing activities of S\$2.0 million in FY2017. This was mainly attributed to a S\$4.0 million repayment of borrowings in FY2017. There was no repayment of borrowings made in FY2018.

4Q2018

Net cash generated from operating activities in 4Q2018 was S\$3.6 million as compared to S\$12.2 million in 4Q2017. The net operating cash inflow was mainly due to an operating cash inflow before working capital changes of S\$3.3 million. The working capital outflows in 4Q2018 were attributed mainly to the increase in inventories of S\$1.3 million, a decrease in trade and other payables of S\$0.8 million and a decrease in other liabilities of S\$0.4. The working capital outflows were partially offset by a decrease in trade and other receivables of S\$2.8 million.

Net cash used in investing activities in 4Q2018 was S\$2.9 million as compared to S\$4.1 million in 4Q2017. The net cash used in 4Q2018 was mainly attributed to expenditure on exploration, evaluation and capital development of S\$2.4 million and purchase of PPE of S\$0.5 million. Comparatively, the net cash used in 4Q2017 was mainly attributed to expenditure on exploration, evaluation and capital development of S\$2.7 million and purchase of PPE of S\$1.4 million.

Net cash generated from financing activities in 4Q2018 was S\$0.7 million which was comparable to 4Q2017. The net cash generated from financing activities in 4Q2018 was mainly attributed to the drawdown of convertible bonds amounting to S\$1.0 million.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable. There is no forecast or prospect statement which has been previously disclosed.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

- 10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting year and the next 12 months.**

The Board is cautiously optimistic on the outlook for gold prices as the positive momentum in gold prices continues into the second half of 2018. Notwithstanding the recent volatility in the stock markets, this view is supported by the improved outlook for major stock market indices for 2018 and improved global economic growth in 2017 which is expected to continue into the second half of 2018.

Given the above, the Board prefers to take a cautiously optimistic view on the demand for and price of gold going forward as the above factors are supportive for demand for gold.

11. Dividend

(a) Current Financial Year Reported On

Any dividend declared for the current financial year reported on?

No.

(b) Corresponding Year of the Immediately Preceding Financial Year

Any dividend declared for the corresponding year of the immediately preceding financial year?

No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommendeded, a statement to that effect

No final dividend has been recommended.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained any IPT mandate from its shareholders. There are no IPT transactions as at 31 March 2018.

14. Confirmation pursuant to Rule 705(5) of the Catalist Listing Manual

Not applicable.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

15. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Listing Manual.

16. Use of Proceeds

All proceeds have been fully utilised and announced accordingly as at the date of this announcement.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 and Half Year Results)

- i) **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding financial year.**

By Business Segments

Financial year ended 31 March 2018:

Further to the deconsolidation of OML, the Company and its subsidiaries operate in one business segment, that of the gold mining. There are also no other material investments in the Group except for the investment in CGT.

Financial year ended 31 March 2017:

| | Investment holding | Gold division | Discontinued operations | Consolidated |
|------------------------------------|--------------------|---------------|-------------------------|-----------------|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Segment revenue: | | | | |
| Sales to external customers | - | 72,592 | - | 72,592 |
| Cost of goods sold | - | (65,804) | - | (65,804) |
| Gross profit | - | 6,788 | - | 6,788 |
| Other income | 140 | 235 | - | 375 |
| Expenses | (4,824) | (1,550) | (49,703) | (56,077) |
| Segment results | (4,684) | 5,473 | (49,703) | (48,914) |
| Finance costs | | | | (1,297) |
| Income tax credit | | | | - |
| Loss for the year | | | | (50,211) |
| Segment assets | 1,109 | 49,762 | - | 50,871 |
| Segment liabilities | 8,100 | 9,282 | - | 17,382 |
| Unallocated liabilities | | | | |
| - Finance lease liabilities | | | | 1,210 |
| - Derivative financial instruments | | | | 124 |
| - Borrowings | | | | 15,803 |
| - Convertible bonds | | | | 541 |
| | | | | 35,060 |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

| | | | | |
|---|-------|---------|----------|----------|
| Other segment information: | | | | |
| Capital expenditure on property, plant and equipment | 6 | 6,773 | - | 6,779 |
| Allowance for impairment loss on available-for-sale financial assets | (340) | - | - | (340) |
| Amortisation of convertible bonds | (103) | - | - | (103) |
| Amortisation of mining properties | - | (9,620) | - | (9,620) |
| Amortisation of discount on provision for rehabilitation and preservation | - | (56) | - | (56) |
| Depreciation of property, plant and equipment | (118) | (7,452) | - | (7,570) |
| Exploration and evaluation expenditure written off | - | (546) | - | (546) |
| Loss on disposal of subsidiary | - | - | (44,075) | (44,075) |
| Loss on striking off of subsidiary | - | - | (3,326) | (3,326) |
| Write-back of allowance for impairment loss on other receivables | 1,010 | - | - | 1,010 |

By geographical segments

The Group operates mainly in Australia and generates all its revenue from there. The non-current assets are predominately based in Australia.

| | Australia | Singapore | Consolidated |
|---------------------------------|-----------|-----------|--------------|
| | S\$'000 | S\$'000 | S\$'000 |
| Year ended 31 March 2017 | | | |
| Non-current assets | 27,390 | 64 | 27,454 |

*Non-current assets presented have excluded financial instruments.

ii) In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

With the deconsolidation of OML in the prior financial year, Company and its subsidiaries operate in one business segment, that of the gold mining. The factors leading to material changes in contributions to turnover and earnings are disclosed in paragraph 8 of this announcement.

LIONGOLD CORP LTD**FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018****iii) Breakdown of sales**

| | | Year ended 31.03.2018 | Year ended 31.03.2017 | Change |
|-----|--|----------------------------------|----------------------------------|---------------|
| | | S\$'000 | S\$'000 | % |
| (a) | Sales reported for first half year | 24,511 | 31,208 | (21.5) |
| (b) | Operating loss after tax before deducting non-controlling interests reported for first half year | (11,505) | (48,514) | (76.3) |
| (c) | Sales reported for second half year | 34,625 | 41,384 | (16.3) |
| (d) | Operating profit / (loss) after tax before deducting non-controlling interests reported for second half year | 925 | (1,696) | (154.5) |

iv) A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable. The Company has not declared any dividends for the latest full year and the previous full year.

v) Disclosure of person occupying a managerial position in the issuer of any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10).

Not applicable as there are no such persons.

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FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

III ADDITIONAL INFORMATION REQUIRED FOR MINERAL, OIL AND GAS COMPANIES

i) Rule 705 (7)(a) of the Catalist Listing Manual

Details of exploration (including geography surveys), development and/or production activities undertaken by the issuer and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

The Group carried out the following activities in FY2018:-

CASTLEMAINE GOLDFIELDS (“CGT”)

CGT operates a well-established gold mine at Ballarat in Australia’s premier Victoria gold belt and owns several tenements around the Ballarat Gold Mine and in nearby goldfields. Besides the producing Ballarat Gold Mine (the “**Mine**”), CGT’s other main asset is its regional exploration land holding.

CGT produces approximately 40,000 ounces of gold per year at the underground Mine with facilities that include a 600,000 tonne per annum processing plant with gravity gold and concentrate recovery circuits.

The Mine maintains its production rate with an underground drilling programme targeting resources adjacent to existing workings. The project has significant additional potential for mine life extension at depth and along strike from the current workings.

In FY2018, the Mine processed 260,165 tonnes of gold-bearing ore through its gold processing plant, at a grade of 5.19g/t. In all, the Mine produced 9,779 ounces in the March 2018 quarter and 35,104 ounces in the entire FY2018. Total all-in sustaining cost for the year was A\$1,762/ounce and the Ballarat Gold Mine achieved an average gold price of A\$1,661/ounce during the period.

The Mine drilled 389 underground diamond drill holes in FY2018, totalling 58,259 metres. The drilling centered on the continuation of exploration efforts in the Llanberris, Britannia, Canton compartments along with new campaigns in the Victoria and Normanby compartments. The purpose of this core drilling was to identify geological conditions related to gold mineralisation and to identify mineralisation or significant structures. This drilling was a combination of exploration and in-fill drilling – the former activity conducted to discover further sources of gold-bearing mineralisation, the latter to better define known areas and improve the level of knowledge to allow detailed mine planning to be completed ahead of mining.

Some 3.51 kilometres of tunnels were developed underground with 229,362 tonnes of waste rock removed in the process. The main areas of development were in the Canton, Llanberris, Victoria and Normanby compartments. 262,559 tonnes of ore were mined at an average grade of 5.19g/t

During the year, development headings were directed towards the base of the historic New Normanby Mine and a mine dewatering exercise was established via purpose-drilled diamond drill holes. This is the first step in accessing the increasingly attractive ore extensions beneath this successful historic mine.

Work commenced on extending the capacity of the current tailings storage facility in Terrible Gully in the form of an upstream lift, as well as works aimed at siting, designing and permitting a new tailings storage facility. The new tailings storage facility is an enabler that will allow the benefits from the Ball Mill project and Tailings Reclaim Project to be fully realised.

Also during the year, a number of regional exploration tenement structures have been either simplified or relinquished. CGT continued its regional exploration program, focused on low-impact exploration and target generation. An

LIONGOLD CORP LTD

FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

exploration strategy to best-match the CGT business (focused on longer-term ore supply to the operating mill at Ballarat) has resulted in new applications along strike from the existing Ballarat Mine, and on prospective areas west of the Mine. Key exploration focus is on the Ballarat tenements. Geochemistry, remodelling, research and structural interpretation have continued through the year.

CGT has capitalised exploration and evaluation expenditure of S\$2.3 million and for capital development of S\$6.5 million, and expensed S\$0.5 million incurred in the ordinary course of these regional exploration activities.

There was no mining related activities that were undertaken by the remaining subsidiaries of the Group in FY2018.

ii) Rule 705 (7)(b) of the Catalist Listing Manual

Update on its reserves and resources, where applicable, in accordance with the requirements as set out in Practice Note 4C, including a summary of reserves and resources as set out in Appendix 7D.

The Company is still in the process of preparing the qualify person's report at this juncture and will provide updates and a summary of reserves and resources as set out in Appendix 7D of the SGX-ST Listing Manual Section B: Rules of Catalist (the "**Catalist Listing Manual**") in its annual report for the financial year ended 31 March 2018 or earlier, as and when it is ready.

With reference to the Company's announcement made on 7 March 2014, the Company has obtained a waiver with respect to the requirement to include a Qualified Person's Report ("**QPR**") in its annual report pursuant to Rule 1207(21)(a) of the listing manual of the SGX-ST. However, soft copies of the QPRs will be disseminated on the SGX-ST's website by way of announcements to be made by the Company. Shareholders will also be provided with hard copies of the QPRs if they so request in writing to the Company.

BY ORDER OF THE BOARD

Tan Soo Khoon Raymond
Group Chief Executive Officer
30 May 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.*

The announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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