LIONGOLD CORP LTD

(Incorporated in Bermuda)
(Company Registration No. 35500)

ISSUE OF UP TO S$100,000,000 IN AGGREGATE PRINCIPAL AMOUNT OF 2.5% REDEEMABLE CONVERTIBLE BONDS DUE 2018

- **ISSUE OF 33,333,333 CONVERSION SHARES**

Unless otherwise defined herein or the context otherwise requires, all capitalised terms herein shall bear the same meanings as ascribed to them in the Company's circular to Shareholders dated 21 August 2015.

1. The board of directors (the "**Board**") of LionGold Corp Ltd (the "**Company**") refers to the announcements of the Company dated 20 June 2015, 12 August 2015 and 17 September 2015 in relation to the issue of 2.5% redeemable convertible bonds due 2018 in the aggregate principal amount of up to S$100,000,000 (the "**RCB Issue**") and wishes to announce that the Subscriber has on 11 February 2016 exercised its right to convert two (2) RCBs (Certificate Number: N0050 and N0051) with an aggregate principal value of S$100,000 in accordance with the terms and conditions of the Subscription Agreement. The RCB will be converted into 33,333,333 Conversion Shares at the Conversion Price of S$0.003 per Conversion Share.

2. The Conversion Price of S$0.003 was determined by taking 85% of the average of the traded volume weighted average price per Share for any three (3) consecutive Trading Days determined at the sole and absolute discretion of the Bondholder, during the 30 Trading Days immediately preceding the relevant Conversion Date, being 11 February 2016. The Conversion Price shall not be lower than the Minimum Conversion Price of S$0.003 (subject to adjustments in accordance with the terms and conditions of the RCBs). The three (3) consecutive Trading Days and their average of the traded volume weighted average price per Share are as follows:

Date	Volume Weighted Average Price
1 February 2016	S$0.003 ("**X**")
2 February 2016	S$0.003 ("**Y**")
3 February 2016	S$0.003 ("**Z**")

3. As such, the Conversion Price is determined by the following calculation:

$$\text{Conversion Price} = \frac{X + Y + Z}{3} \times 0.85 = \text{S\$0.003}$$

4. The Conversion Shares shall be issued free from all claims, charges, liens and other encumbrances whatsoever and shall rank *pari passu* in all respects with and carry all rights similar to existing Shares, except that the Conversion Shares will not be entitled to any dividends, rights, allotments or other distributions, the Record Date for which falls before the date of allotment and issue of the Conversion Shares. Following the allotment and issuance of the Conversion Shares on 11 February 2016, the issued and paid-up share capital of the Company has increased from 1,751,416,406 Shares to 1,784,749,739 Shares.

5. The Conversion Shares are expected to be listed and quoted on Catalist with effect from 9.00 a.m. on or about 15 February 2016.

6. Please refer to the Company's announcements on 30 October 2015, 2 December 2015 and 27 January 2016 for information on the utilisation of net proceeds from the issue of the Tranche 1 RCBs.

BY ORDER OF THE BOARD

Tan Soo Khoon Raymond
Executive Director
11 February 2016

*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. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Bernard Lui:
Telephone number: (65) 6389 3000
Email address: bernard.lui@morganlewis.com