LIONGOLD CORP LTD
(Incorporated in Bermuda)
(Company Registration No. 35500)

EXTENSION OF LOAN REPAYMENT UNDER BOND RESTRUCTURING AGREEMENT DATED 19 JUNE 2015

The Board of Directors (the "**Board**") of LionGold Corp Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcement dated 20 June 2015 (the "**Previous Announcement**"). In the Previous Announcement, the Company disclosed, amongst other things, that the Company had entered into a bond restructuring agreement dated 19 June 2015 (the "**Bond Restructuring Agreement**") with Premier Equity Fund Sub Fund D (the "**Bondholder**") and its manager, Value Capital Asset Management Pte. Ltd. (the "**Manager**"), in order to restructure the Existing Bonds. Unless otherwise stated, capitalised terms used herein shall have the same meaning given to them in the Previous Announcement.

Under the Existing Bond Restructuring, the Existing Bonds were cancelled and the Company agreed to repay the Balance Sum of US$15,685,000 over the course of 24 months from the date of the Bond Restructuring Agreement with a minimum payment of S$2,500,000 every quarter ("**Quarterly Payment**"). The Company has so far made two (2) Quarterly Payments, which were due on 16 December 2015 and 16 March 2016. The Company did not make payment of the third Quarterly Payment which was due on 16 June 2016 and has been in negotiations with the Bondholder and the Manager on the extension of time for repayment of the Balance Sum and any interest accrued thereon.

The Company has today entered into a supplemental agreement to the Bond Restructuring Agreement with the Bondholder and the Manager (the "**Supplemental Agreement**") to amend the Bond Restructuring Agreement as follows:

(a) the final repayment date for the repayment of the outstanding Balance Sum and any interest accrued thereon has been extended from 24 months from the date of the Bond Restructuring Agreement to 36 months from the date of the Bond Restructuring Agreement (i.e. from 18 June 2017 to 18 June 2018);

(b) in the event that the Company is unable to meet any Quarterly Payment until 18 June 2017, the same along with any accrued interest thereon shall be aggregated to the Balance Sum as at 19 June 2017 (the "**Aggregated Sum**"); and

(c) the Company will repay the Aggregated Sum along with interest payable at a fixed interest rate of 15.0% of the Aggregated Sum in four (4) quarterly instalments to the Bondholder by 18 June 2018.

Save as amended by the Supplemental Agreement, all other terms and conditions of the Bond Restructuring Agreement remain unchanged and in full force and effect.

The Board is of the view that the Supplemental Agreement will allow more time for the Company to repay its debts and to better manage its short-term liabilities.

Copies of the following documents may be inspected at the correspondence office of the Company in Singapore at 59 Mohamed Sultan Road, #02-08 Sultan Link, Singapore 238999 during normal business hours for a period of three (3) months from the date of this announcement:

(a) the Bond Restructuring Agreement; and

(b) the Supplemental Agreement.

The directors of the Company (the "**Directors**") collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Supplemental Agreement and all transactions set out in this announcement, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading.

CAUTION IN TRADING

Shareholders of the Company ("**Shareholders**") are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Tan Soo Khoon Raymond
Executive Director
5 July 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 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.

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