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

UTILISATION OF PROCEEDS FROM ISSUE OF TWELFTH SUB-TRANCHE OF THE TRANCHE 1 RCBS

Unless otherwise defined herein or the context otherwise requires, all capitalised terms shall bear the same meanings as ascribed to them in the Company's circular dated 5 April 2016.

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, 17 September 2015, 5 April 2016 and 4 October 2016 and its circular dated 21 August 2015 (the "**Circular**") and circular dated 5 April 2016 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 "**RCBs**") pursuant to the subscription agreement dated 19 June 2015 (and as amended, modified and/or supplemented by the supplemental agreements dated 5 April 2016 and 4 October 2016) between the Company, the subscriber Premier Equity Sub Fund E and its manager, Value Capital Asset Management Private Limited (the "**RCB Issue**").

The Company wishes to provide an update on the utilisation of the net proceeds arising from the issue of the twelfth sub-tranche of the Tranche 1 RCBs to the Subscriber.

There were net proceeds of approximately S$473,250 arising from the issue of the twelfth sub-tranche of the Tranche 1 RCBs to the Subscriber on 8 August 2017 (the "**twelfth sub-tranche of Tranche 1 Net Proceeds**").

The Company has utilised the twelfth sub-tranche of Tranche 1 Net Proceeds as follows:

As at 12 September 2017	**S$**	**Percentage utilised**
Working Capital:	**473,250**	**100%**
Advance of working capital to subsidiaries	88,119	
Group general administration expenses	221,184	
Professional fees	163,947	
Total amount utilised:	**473,250**	**100%**

Save for the deviation from the stated use of proceeds as announced by the Company on 2 December 2015 and 9 June 2017, the utilisation of the sub-tranches of Tranche 1 RCBs Net Proceeds has been consistent with the intended use as disclosed in the Circular.

Following from the above, twelfth sub-tranche of Tranche 1 Net Proceeds arising from the RCB Issue have been completely disbursed.

By Order of the Board

Tan Soo Khoon Raymond
Executive Director
LionGold Corp Ltd
12 September 2017

*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 announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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