

LIONGOLD CORP LTD
COMPANY ANNOUNCEMENT

UPDATE ON UTILISATION OF PROCEEDS FROM PRIVATE PLACEMENT

LionGold Corp Ltd ("**Company**") refers to its announcements on 15 November 2013, 11 December 2013, 16 December 2013 ("**Announcements**") relating to the private placement of 80,000,000 shares ("**Placement**"). The Company wishes to provide an update on the utilisation of the net proceeds of approximately S\$13.8 million ("**Placement Net Proceeds**") arising from the Placement.

Unless otherwise stated, terms defined in the Announcements have the same meaning when used in this Announcement.

The Company has utilised the Placement Net Proceeds as follows:

As at 31 March 2014	S\$	Percentage utilised
Gold mining activities	9,721,036	70.2%
Working capital	4,117,945	29.8%
Total amount utilised	13,838,981	100.0%

Following from the above, the Placement Net Proceeds arising from the Placement have been completely disbursed.

By Order of the Board
Tan Soo Khoo Raymond
Executive Director
LionGold Corp Ltd
9 April 2014