



MARKET RELEASE

6 October 2014

KalNorth Gold Mines Limited

TRADING HALT

The securities of KalNorth Gold Mines Limited (the "Company") will be placed in Trading Halt Session State from the commencement of trading on Monday, 6 October 2014 at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Wednesday, 8 October 2014 or when the announcement is released to the market.

Security Code: KGM

Jeremy Newman

Adviser, Listings Compliance (Perth)



Date: 6 October 2014
ASX Code: KGM
www.kalnorthgoldmines.com

Directors

Lijun Yang: Executive Director
Jiajun Hu: Non-executive Director
Yuanguang Yang: Non-executive Director

Lijun Yang: Company Secretary

Principal Office

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Mailing Address

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Mr Jeremy Newman
Adviser, Listings Compliance (Perth)
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Perth WA 6000 **tradinghaltsperth@asx.com.au**

Dear Mr Newman

TRADING HALT

KalNorth Gold Mines Limited (KGM or the Company) seeks a trading halt to the quotation of its securities to enable the Company provide a detailed explanation about its financial position, including working capital and also addressing the qualification of the audit report issued in relation to recently released financial report for the year ended 30 June 2014.

The Company expects to be in a position to make an announcement before commencement of trading on Wednesday, 8 October 2014 and is not aware of any reason why a trading halt should not be granted.

Yours sincerely



Lijun Yang
Executive Director