Appendix 4D

Half year report

Expressed in ***United States dollars*** *unless otherwise stated*

ASX Listing Rule 4.2A.3

Name of entity

TERANGA GOLD CORPORATION

ABN or equivalent company reference	Financial half year ended ('current period')
32 146 848 508	**30 JUNE 2017**

RESULTS FOR ANNOUNCEMENT TO THE MARKET

		Six months ended June 30	
	Percentage Change	**2017 $'000**	**2016 $'000**
Revenues from ordinary activities	(7%)	142,362	152,760
Profit from ordinary activities before tax attributable to equity holders of the parent	(34%)	15,479	23,551
Profit for the period attributable to equity holders of the parent	13%	15,803	13,958

	Amount per security	**Franked amount per security**
Interim dividend	–	–
Previous corresponding period	–	–
Record date for determining entitlements to the dividend	–	–

During the reporting period, no dividends were paid. The directors have not recommended the payment of a dividend.

OVERVIEW OF THE BUSINESS

Teranga Gold Corporation ("Teranga" or the "Company") is a multi-jurisdictional gold mining company focused on production, development and exploration in West Africa. Sabodala, the Company's flagship gold mine, which is situated in Senegal, produces over 200,000 ounces of gold per year and has a reserve base of 2.7 million ounces as of June 30, 2017[1]. In Burkina Faso, the Company is completing a feasibility study for its Banfora Gold Project, the details of which are expected to be announced in August. In addition, Teranga has active exploration programs on its prospective properties in three West African countries: Burkina Faso, Senegal and Côte d'Ivoire.

Teranga's significant investment in corporate social responsibility ("CSR") initiatives has helped establish a mutually beneficial partnership with the communities, and national, regional and local levels of government in Senegal. This relationship is expected to continue to generate positive results for the Company's regional social license, and provide sustainable livelihoods for the communities in the areas of agriculture and food security, youth education and training, health care and long-term employment. In recognition of Teranga's commitment and lasting contributions to the communities surrounding its Sabodala gold mine, the Company received several CSR awards in 2016, including, the Canadian UN Sustainable Development Goals Award, as well as, the Prospectors & Developers Association of Canada Award for Environmental and Social Responsibility.

[1] Refer to the Company's website www.terangagold.com for further details.

COMMENTARY ON THE RESULTS FOR THE REPORTING PERIOD

Review of Operating Results

Operating Results		Three months ended June 30, 2017	2016	% Change	Six months ended June 30, 2017	2016	% Change
Ore mined	('000t)	420	363	16%	849	1,268	(33%)
Waste mined - operating	('000t)	7,631	6,307	21%	12,820	13,307	(4%)
Waste mined - capitalized	('000t)	-	2,787	(100%)	4,631	3,448	34%
Total mined	('000t)	8,051	9,457	(15%)	18,300	18,023	2%
Grade mined	(g/t)	3.64	3.53	3%	3.59	2.55	41%
Ounces mined	(oz)	49,219	41,272	19%	98,112	104,085	(6%)
Strip ratio	waste/ore	18.17	25.0	(27%)	20.6	13.2	56%
Ore milled	('000t)	1,039	1,006	3%	2,094	2,058	2%
Head grade	(g/t)	1.87	1.76	6%	1.85	2.00	(8%)
Recovery rate	%	91.9	92.1	0%	92.1	93.0	0%
Gold produced[1]	(oz)	57,557	52,540	10%	114,460	123,267	(7%)
Gold sold	(oz)	57,167	58,297	(2%)	114,438	125,968	(9%)
Average realized price[2]	$/oz	1,260	1,261	0%	1,243	1,212	3%
Cost of sales per ounce	$/oz sold	950	827	15%	950	800	19%
Total cash costs[2]	$/oz sold	710	621	14%	716	592	21%
All-in sustaining costs[2]	$/oz sold	1,018	970	5%	1,048	892	17%
All-in sustaining costs (excluding cash / (non-cash) inventory movements and amortized advanced royalty costs)[2]	$/oz sold	933	931	0%	934	857	9%
Mining	($/t mined)	2.28	2.25	1%	2.24	2.20	2%
Mining long haul	($/t hauled)	3.21	4.00	(20%)	2.87	4.47	(36%)
Milling	($/t milled)	11.57	10.46	11%	11.78	10.62	11%
G&A	($/t milled)	4.39	4.68	(6%)	4.09	4.34	(6%)

[1] Gold produced represents change in gold in circuit inventory plus gold recovered during the period.

[2] Total cash costs per ounce, all-in sustaining costs per ounce, and all-in sustaining costs (excluding cash / (non-cash) inventory movements and amortized advanced royalty costs) per ounce are non-IFRS financial measures that do not have a standard meaning under IFRS. Please refer to Non-IFRS Performance Measures in the Company's Second Quarter 2017 Management's Discussion and Analysis.

		Three months ended June 30, 2017				Six months ended June 30, 2017			
		Gora	Golouma South	Kerekounda	Total	Gora	Golouma South	Kerekounda	Total
Ore mined	('000t)	143	184	93	420	289	402	158	849
Waste mined - operating	('000t)	3,563	702	3,366	7,631	5,992	2,150	4,678	12,820
Waste mined - capitalized	('000t)	-	-	-	-	2,117	-	2,514	4,631
Total mined	('000t)	3,706	886	3,459	8,051	8,398	2,552	7,350	18,300
Grade mined	(g/t)	4.66	3.20	2.98	3.64	4.70	3.18	2.63	3.59
Ounces mined	(oz)	21,402	18,919	8,898	49,219	43,688	41,074	13,350	98,112

		Three months ended June 30, 2016			Six months ended June 30, 2016			
		Gora	Golouma South	Total	Masato	Gora	Golouma South	Total
Ore mined	('000t)	144	219	363	455	416	397	1,268
Waste mined - operating	('000t)	2,602	3,705	6,307	166	6,551	6,590	13,307
Waste mined - capitalized	('000t)	2,787	-	2,787	-	3,448	-	3,448
Total mined	('000t)	5,533	3,924	9,457	621	10,415	6,987	18,023
Grade mined	(g/t)	3.13	3.79	3.53	1.16	3.15	3.53	2.55
Ounces mined	(oz)	14,517	26,755	41,272	16,969	42,077	45,039	104,085

		Three months ended June 30			Six months ended June 30		
		2017	**2016**	**% Change**	**2017**	**2016**	**% Change**
Total mined (as above)	(‘000t)	8,051	9,457	(15%)	18,300	18,023	2%
Capitalized pre-stripping	(‘000t)	1,723	-	N/A	1,943	502	287%
Total mined (including pre-strip tonnes)	(‘000t)	9,774	9,457	3%	20,243	18,525	9%

Mining

Mining activities in the first half of the year were focused on the lower benches of Gora phases 2 and 3, Golouma South, Kerekounda, and pre-production stripping activities at Golouma West. Total tonnes mined for the six months were 2 percent higher than the prior year period. Including pre-stripping waste tonnes capitalized at Golouma West, total tonnes mined were 9 percent higher than the prior year period. Higher tonnes mined were mainly due to higher than planned equipment availability and utilization rates for the mining fleet during the first quarter 2017. In the prior year period, mining activities were mainly focused on the lower benches of the Masato deposit completed during the first quarter and the Gora and Golouma South deposits, which were active throughout the first half of the year.

Ore tonnes mined for the six months were 33 percent lower compared to the prior year period, while ore grades mined were 41 percent higher, as mining shifted to higher grade areas of the Gora Phase 3 and Golouma South deposits.

Processing

Ore tonnes milled for the six months were 2 percent higher than the prior year period mainly due to operation of the second primary crusher and continuous focus to optimize the crushing and grinding circuit with a higher proportion of hard ore in the mill feed.

Head grade for the six months was 8 percent lower when compared to the prior year period. Mill feed was sourced from high grade hard ore from Gora, Golouma South and Kerekounda supplemented with lower grade stockpiles. In the prior year period, mill feed included a greater proportion of higher grade ore.

Gold production for the six months was 114,460 ounces, 7 percent lower than the prior year period, mainly due to lower head grade and slightly lower recovery compared to the same prior year period. The Company remains on track to produce between 205,000 and 225,000 ounces of gold in 2017.

Costs – site operations

Total mining costs for the six months were $41.1 million, 4 percent higher than the prior year period mainly due to higher material movement and higher fuel prices. On a unit basis, mining costs for the six months were slightly higher than the prior period due to higher fuel prices and comparatively lower equipment productivities as a result of mining primarily harder material during the first quarter. Total long haul costs for the six months were $2.9 million, $0.9 million higher than the prior year period mainly due to an increase in ore tonnes hauled from satellite deposits.

Total processing costs for the six months were $24.7 million, 13 percent higher than the prior year period, mainly due to higher fuel prices and an increase in tonnes milled. Accordingly, unit processing costs increased by 11 percent compared to the prior year period.

Total mine site general and administrative costs for the six months were $8.6 million, 4 percent lower than the prior year period mainly due to timing of expenditures. On a unit basis, mine site general and administrative costs decreased by 6 percent over the prior year period due to an increase in tonnes milled and lower costs.

Total cash costs[1] increased by 21 percent to $716 per ounce for the six months, compared to the prior year period, mainly due to higher inventory movement expense attributable to the processing from low grade stockpiles and higher production costs.

All-in sustaining costs[1] (excluding non-cash inventory movements and amortized advanced royalty costs) increased by 9 percent to $934 per ounce due to higher production costs, higher mine development cost relating to the pre-stripping of the Golouma West deposit and higher capitalized stripping costs, partly offset by lower shared based compensation expense and sustaining capital expenditures. In the prior year period, construction of the second primary crusher project was still in progress resulting in higher sustaining capital expenditures.

[1] This is a non-IFRS performance measure. Please refer to the reconciliation of non-IFRS measures at the end of the Company’s Second Quarter 2017 Management’s Discussion and Analysis.

Review of Financial Results

	Three months ended June 30,			Six months ended June 30,		
(US$000's)	**2017**	**2016**	**% Change**	**2017**	**2016**	**% Change**
Revenue	72,040	73,562	(2%)	142,362	152,760	(7%)
Mine operation expenses	(41,092)	(36,716)	12%	(82,924)	(75,662)	10%
Depreciation and amortization	(13,189)	(11,511)	15%	(25,815)	(25,096)	3%
Cost of sales	**(54,281)**	**(48,227)**	**13%**	**(108,739)**	**(100,758)**	**8%**
Gross profit	**17,759**	**25,335**	**(30%)**	**33,623**	**52,002**	**(35%)**
Exploration and evaluation expenditures	(2,336)	(1,511)	55%	(4,296)	(2,924)	47%
Administration expenses	(2,368)	(1,976)	20%	(4,674)	(3,549)	32%
Corporate social responsibility expenses	(765)	(1,065)	(28%)	(1,653)	(2,032)	(19%)
Share-based compensation	(553)	(2,601)	(79%)	(1,430)	(3,549)	(60%)
Finance costs	(864)	(1,266)	(32%)	(1,719)	(2,337)	(26%)
Net foreign exchange losses	(2,441)	(366)	567%	(2,962)	(1,849)	60%
Other income / (expenses)	1,160	(2,937)	N/A	474	(7,897)	N/A
Profit before income tax	**9,592**	**13,613**	(30%)	**17,363**	**27,865**	(38%)
Income tax recovery / (expense)	803	(5,750)	N/A	245	(10,659)	N/A
Net profit	**10,395**	**7,863**	**32%**	**17,608**	**17,206**	**2%**
Profit attributable to non-controlling interests	(755)	(1,717)	(56%)	(1,805)	(3,248)	(44%)
Profit attributable to shareholders of Teranga	**9,640**	**6,146**	**57%**	**15,803**	**13,958**	**13%**
Basic earnings per share[1]	0.09	0.08	15%	0.15	0.18	(17%)

[1] On May 8, 2017 the Company completed a five-for-one consolidation of the common shares of the Company.

(US$000's)	Three months ended June 30,			Six months ended June 30,		
Mine operation expenses	**2017**	**2016**	**% Change**	**2017**	**2016**	**% Change**
Mine production costs	36,413	37,595	(3%)	77,327	72,597	7%
Royalties	4,775	4,563	5%	9,321	9,936	(6%)
Regional administration costs	519	539	(4%)	1,024	1,051	(3%)
Capitalized deferred stripping	(4,704)	(7,555)	(38%)	(16,304)	(10,604)	54%
Inventory movements	4,089	1,574	160%	11,556	2,682	331%
Total mine operation expenses	**41,092**	**36,716**	**12%**	**82,924**	**75,662**	**10%**

Revenue

Revenue for the six months ended June 30, 2017 decreased by $10.4 million over the prior year period due to lower sales volume, partly offset by higher average realized gold prices in the current year period.

	Six months ended June 30,		
Spot price per ounce of gold	**2017**	**2016**	**% Change**
Average	$1,238	$1,221	1%
Low	$1,151	$1,077	7%
High	$1,294	$1,325	(2%)
Average Realized	$1,243	$1,212	3%

Mine Operation Expenses

For the six months ended June 30, 2017, mine operation expenses increased by 10 percent over the prior year period to $82.9 million primarily due to higher mine production costs and inventory movement expense. The increases were partially offset by higher capitalized deferred stripping costs.

Mine production costs of $77.3 million were 7 percent higher than the prior year period. See Review of Operating Results section for additional information.

Royalties expense was $9.3 million in the current year period, compared to $9.9 million in the prior year period. The decrease was due to lower revenues in the current quarter**,** lower amortization of advanced royalties related to production from the former Oromin Joint Venture Group ("OJVG") deposits and lower royalties related to Gora.

In the six months ended June 30, 2017, $16.3 million of deferred stripping costs were capitalized compared to $10.6 million capitalized in the prior year period, mainly due to stripping activities occurring at Kerekounda partially offset by a lower strip ratio at Gora in the current year period. Kerekounda entered into production in December 2016. Costs capitalized are amortized to expense as the deposit is mined.

Inventory movements resulted in an $11.6 million increase to mine operation expenses in the current period compared to an increase of $2.7 million in the prior year period. During both the current and prior year periods, the Company had net drawdowns on the stockpile inventory, but the current period drawdowns occurred at a higher average cost due to the nature and timing of pit sequencing.

Depreciation and amortization expenses

(US$000's)	Three months ended June 30,			Six months ended June 30,		
Depreciation and amortization expenses	**2017**	**2016**	**% Change**	**2017**	**2016**	**% Change**
Depreciation and amortization - property, plant and equipment and mine development expenditures	9,973	9,121	9%	19,940	19,512	2%
Depreciation and amortization - deferred stripping assets	5,627	413	1262%	8,678	964	800%
Inventory movements - depreciation	(2,049)	2,568	N/A	(1,621)	5,485	N/A
Capitalized deferred stripping - depreciation	(362)	(591)	(39%)	(1,182)	(865)	37%
Total depreciation and amortization expenses	**13,189**	**11,511**	**15%**	**25,815**	**25,096**	**3%**

Total depreciation and amortization expense for the six months ended June 30, 2017 was $25.8 million, or $0.7 million higher than the prior year period. Depreciation and amortization expense for property, plant and equipment and mine development expenditures increased due to a higher asset depreciation base partially offset by lower gold sales. Depreciation and amortization of deferred stripping assets increased by $7.7 million, mainly related to amortization of previously capitalized deferred stripping costs at Gora and Kerekounda. The decrease to inventory movements – depreciation was a result of more expensive ounces being placed onto the stockpile in the current year quarter due to the nature and timing of pit sequencing. Approximately 60 percent of the Sabodala mine's fixed assets are depreciated using the units of production method administratively.

Exploration and evaluation

Exploration and evaluation expenditures for the six months ended June 30, 2017 were $4.3 million, or $1.4 million higher than the prior year period. The majority of expenditures during the quarter were in Burkina Faso.

Administration expense

Administration expense for the six months ended June 30, 2017 was $4.7 million compared to $3.5 million in the prior year period. Higher administration expense in the current year is mainly due to higher corporate office employee costs and the reversal of an estimate based accrual in the prior period.

Share-based compensation

During the six months ended June 30, 2017, share-based compensation expense decreased by $2.1 million to $1.4 million in the current year period due to a smaller fluctuation in the Company's share price in the year to date.

The Company continues to grant Deferred Share Units ("DSUs") to non-executive directors and Restricted Share Units ("RSUs") and stock options to employees to allow participation in the long-term success of the Company and to promote alignment of interests between directors, employees and shareholders. The following table summarizes share-based awards to directors and employees of the Company:

	Six months ended June 30, 2017		As of June 30, 2017	
	Grant Units	**Grant Price**[1]	**Outstanding**	**Total Vested**[2]
RSUs	837,960	C$4.15-C$4.20	1,689,197	635,024
DSUs	180,000	C$4.18	563,998	428,998
Fixed Bonus Plan Units	-	-	359,500	328,044

[1] Grant price determined using a volume weighted average trading price of the Company's shares for the 5-day period ended on the grant date.

[2] Directors have the option to elect to receive their Director compensation in the form of DSUs. These DSUs vest as they are granted. All remaining DSUs that are granted vest on the first anniversary of the grant date. RSUs vest over a three year period, with 50 percent of the award vesting upon achievement of two predetermined operational criteria, and 50 percent vesting with the passage of time. Both DSUs and RSUs and are payable in cash. The Company used the June 30, 2017 closing post-consolidation share price of C$3.51 to value the vested DSUs and RSUs.

	Number of Options	Weighted Average Exercise Price
Balance as at December 31, 2016[1]	3,789,106	C$10.48
Exercised	(2,763)	C$3.33
Granted [2]	875,988	C$4.17
Forfeited	(187,308)	C$11.51
Balance as at June 30, 2017	4,475,023	C$9.21

[1] On May 8, 2017, the Company completed a five-for-one consolidation of the common shares of the Company.

[2] The exercise price of new common share stock options granted during the first quarter was determined using a volume weighted average trading price of the Company's shares for the 5-day period ending on the grant date.

Of the 4,475,023 common share stock options issued and outstanding as at June 30, 2017, 3,138,412 vested and 1,336,611 vest over a three-year period. The fair value of options that vest upon achievement of milestones will be recognized based on management's best estimate of outcome of achieving desired results. Under IFRS, the graded method of amortization is applied to new grants of stock options and fixed bonus plan units, which results in approximately 80 percent of the cost of the stock options and fixed bonus plan units recorded in the first twelve months from the grant date.

Finance costs

Finance costs decreased by $0.6 million to $1.7 million for the six months ended June 30, 2017 mainly due to lower interest and deferred financing costs on borrowings.

Net foreign exchange losses

Net foreign exchange losses of $3.0 million were recorded by the Company in the six months ended June 30, 2017 primarily due to realized and unrealized foreign exchange losses recorded in the quarter as the Euro appreciated relative to the US dollar. In the prior year period, net foreign exchange losses of $1.8 million were realized by the Company primarily due to realized and unrealized foreign exchange losses recorded as the Euro appreciated relative to the US dollar since the start of 2016.

Other income/expense

Other income for the six months ended June 30, 2017 was $0.5 million compared with $7.9 million expense in the prior year. Other income in the current period includes $1.2 million in milestone payments owed, business taxes expense of $1.2 million and interest income of $0.5 million. The Company has accrued $1.2 million in income as a result of certain milestone being met in an option agreement with Algold. Other expense in the prior year period included $2.9 million in losses on gold derivative contracts, $2.5 million for business taxes, $1.0 million related to registration fees to administratively merge the Sabodala and Golouma mining concessions, as well as miscellaneous non-recurring costs incurred during the period.

Income tax expense

For the six months ended June 30, 2017, the Company recorded a recovery of income taxes of $0.2 million, comprised of a recovery of deferred income taxes of $3.2 million net of current income tax expense of $3.0 million. In the same prior year period, the Company recorded income tax expense of $10.7 million, comprised of current income tax expense of $10.0 million and deferred income taxes of $0.7 million.

Net profit

Consolidated net profit attributable to shareholders for the six months ended June 30, 2017 was $15.8 million ($0.15 per share), compared to consolidated net profit of $14.0 million ($0.18 per share) in the prior year period. The decrease in profit was primarily due to lower gross profit.

NET TANGIBLE ASSETS PER COMMON SHARE

	2017	2016
Net tangible asset backing per common share	$5.79	$6.16

DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN ACQUIRED OR DISPOSED OF

In the six months ended June 30, 2017, no entities were acquired. In the same period, Teranga disposed of the following inactive holding companies: Shield Saboussiri Mining Mauritania SA (a Mauritania incorporated company), Gryphon Minerals Mauritania SA (a Mauritania incorporated company), and Gryphon Minerals Cote d'Ivoire SARL (a Cote d'Ivoire incorporated company).

DIVIDENDS

During the reporting period, no dividends were paid. The directors have not recommended the payment of a dividend.

Dividends per share

		Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
Final dividend:	Current year	–	–	–
	Previous year	–	–	–
Interim dividend:	Current year	–	–	–
	Previous year	–	–	–

Total dividend per share

		Current Period	Previous period
Final dividend:	Paid/payable on	–	–
Interim dividend:	Paid/payable on	–	–

Dividend reinvestment plans

Teranga does not have a dividend reinvestment plan.

SUBSEQUENT EVENT

On July 27, 2017, the Company announced that the Australian Securities Exchange (ASX) has provided conditional approval to the Company to delist from the ASX. Following the suspension of the Company's CHESS Depositary Interests ("CDIs"), expected to occur on or around September 8, 2017, it is anticipated that Teranga will be removed from the official list of the ASX at the close of trading on or around September 14, 2017, at which point Teranga's securities will no longer trade on the ASX. Following the removal from the ASX, Teranga securities will only be tradeable on the Toronto Stock Exchange.

DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

The significant mining and exploration entities of Teranga are listed below.

	Country of Incorporation	Percentage owned 2017
Controlled entities consolidated		
Teranga Gold B.V.I. Corporation	British Virgin Islands	100
Sabodala Gold (Mauritius) Limited	Mauritius	100
Teranga Gold (Australia) Pty Ltd. (formerly Gryphon Minerals Ltd)	Australia	100
Teranga Gold (Ivory Coast) Corporation	Canada	100
Subsidiaries of Sabodala Gold (Mauritius) Limited:		
Sabodala Mining Company SARL	Senegal	100
Sabodala Gold Operations SA	Senegal	90
Subsidiaries of Teranga Gold (Australia) Pty Ltd.		
Gryphon Minerals Burkina Faso Pty Ltd.	Australia	100
Gryphon Minerals West Africa Pty Ltd.	Australia	100
Boss Minerals Pty Ltd.	Australia	51
Askia Gold Pty Ltd.	Australia	51
Subsidiary of Gryphon Minerals Burkina Faso Pty Ltd.		
Loumana Holdings Ltd.	Mauritius	100
Subsidiary of Gryphon Minerals West Africa Pty Ltd.		
Gryphon Minerals Burkina Faso Sarl	Burkina Faso	100
Subsidiary of Boss Minerals Pty Ltd		
Boss Minerals Sarl	Burkina Faso	100
Subsidiary of Askia Gold Pty Ltd.		
Boss Gold Sarl	Burkina Faso	100
Subsidiary of Loumana Holdings Ltd.		
Société Minière Gryphon SA	Burkina Faso	89.8
Subsidiary of Teranga Gold (Ivory Coast) Corporation		
Teranga Exploration (Ivory Coast) Sarl	Ivory Coast	100

COMPLIANCE STATEMENT

1 This report, and the accounts upon which this report is based, have been prepared in accordance with International Financial Reporting Standards (IFRS), specifically in accordance with IAS 34 "Interim financial reporting", and Interpretations as issued by the International Accounting Standards Board (IASB).

2 This report, and the accounts upon which the report is based, use the same accounting policies.

3 This report gives a true and fair view of the matters disclosed.

4 This report is based on accounts to which one of the following applies.

☐	The accounts have been audited.	✓	The accounts have been subject to review.
☐	The accounts are in the process of being audited or subject to review.	☐	The accounts have *not* yet been audited or reviewed.

5 If the audit report or review by the auditor is not attached, details of any qualifications will follow immediately if they are available.

6 This half-year report was reviewed by the audit committee of Teranga.

Sign here: .... Date: July 27, 2017
Chief Financial Officer

Print name: Navin Dyal

COMPETENT PERSONS STATEMENT

The technical information contained in this report relating to the open pit mineral reserve estimates is based on, and fairly represents, information compiled by Mr. Stephen Ling, P. Eng who is a member of the Professional Engineers Ontario, which is currently included as a "Recognized Overseas Professional Organization" in a list promulgated by the ASX from time to time. Mr. Ling is a full time employee of Teranga and is not "independent" within the meaning of National Instrument 43-101. Mr. Ling has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr. Ling is a "Qualified Person" under National Instrument 43-101 Standards of Disclosure for Mineral Projects. Mr. Ling has consented to the inclusion in this report of the matters based on his compiled information in the form and context in which it appears in this report.

The technical information contained in this report relating to mineral resource estimates is based on, and fairly represents, information compiled by Ms. Patti Nakai-Lajoie. Ms. Nakai-Lajoie, P. Geo., is a Member of the Association of Professional Geoscientists of Ontario, which is currently included as a "Recognized Overseas Professional Organization" in a list promulgated by the ASX from time to time. Ms. Nakai-Lajoie is a full time employee of Teranga and is not "independent" within the meaning of National Instrument 43-101. Ms. Nakai-Lajoie has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Ms. Nakai-Lajoie is a "Qualified Person" under National Instrument 43-101 Standards of Disclosure for Mineral Projects. Ms. Nakai-Lajoie has consented to the inclusion in this report of the matters based on her compiled information in the form and context in which it appears in this report.

The technical information contained in this report relating to the underground ore reserves estimates is based on, and fairly represents, information compiled by Jeff Sepp, P. Eng who is a member of the Professional Engineers Ontario, which is currently included as a "Recognized Overseas Professional Organization" in a list promulgated by the ASX from time to time. Mr. Sepp is independent of Teranga and is a "Qualified Person" as defined in NI 43-101 and a "competent person" as defined in the 2012 Edition of the JORC Code. Mr. Sepp has sufficient experience relevant to the style of mineralization and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Mr. Sepp has consented to the inclusion in this report of the matters based on his compiled information in the form and context in which it appears in this report.

Teranga's exploration programs are being managed by Peter Mann, FAusIMM. Mr. Mann is a full time employee of Teranga and is not "independent" within the meaning of National Instrument 43-101. Mr. Mann has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Mr. Mann is a "Qualified Person" under National Instrument 43-101 Standards of Disclosure for Mineral Projects. The technical information contained in this report relating exploration results are based on, and fairly represents, information compiled by Mr. Mann. Mr. Mann has verified and approved the data disclosed in this release, including the sampling, analytical and test data underlying the information. The RC samples are prepared at site and assayed in the SGS laboratory located at the site. Analysis for diamond drilling is sent for fire assay analysis at ALS Johannesburg, South Africa. Mr. Mann has consented to the inclusion in this report of the matters based on his compiled information in the form and context in which it appears herein.

Teranga's disclosure of mineral reserve and mineral resource information is governed by NI 43-101 under the guidelines set out in the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") Standards on Mineral Resources and Mineral Reserves, adopted by the CIM Council, as may be amended from time to time by the CIM ("CIM Standards"). CIM definitions of the terms "mineral reserve", "proven mineral reserve", "probable mineral reserve", "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource", are substantially similar to the JORC Code corresponding definitions of the terms "ore reserve", "proved ore reserve", "probable ore reserve", "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource", respectively. Estimates of mineral resources and mineral reserves prepared in accordance with the JORC Code would not be materially different if prepared in accordance with the CIM definitions applicable under NI 43-101. There can be no assurance that those portions of mineral resources that are not mineral reserves will ultimately be converted into mineral reserves.

Teranga confirms that it is not aware of any new information or data that materially affects the information included in the Technical Report or second quarter 2017 results, market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.