

Date: 4 October 2017

Company Announcements Office
Australian Securities Exchange
Level 6, 20 Bridge Street
SYDNEY NSW 2000

Via E Lodgement

CORPORATE UPDATE

The Board of International Goldfields Limited (**ASX: IGS**) ("**IGS**" or "**Company**") would like to provide a corporate update on a number of matters concerning the Company, and its proposed path forward to allow the Company to recommence trading on the ASX.

As shareholders would be aware, a number of matters have required settlement, together with the introduction of a new asset and suitable funding, before the Company could apply to the ASX to re-commence trading of its securities.

With the support of its major shareholders and advisors the board of IGS has been working diligently through these matters so as to bring them to a successful conclusion.

In addition, the Company has been advancing negotiations regarding the acquisition of an asset and securing of necessary funding.

SETTLEMENT OF OUTSTANDING MATTERS

Below is an update on the status of key outstanding matters:

1. WINTERGARDEN SETTLEMENT

As per announcement dated 7 July 2016, IGS advised it had terminated its agreement to acquire an 85% interest in Jardin de Invierno SA, trading as WinterGarden Biosciences ("WinterGarden") effective 10 July 2016.

The termination of the agreement requires Jardin de Invierno S.A. to return the refundable deposit (totalling \$212,000) to International Goldfields Limited within six (6) months from the date the agreement was terminated.

BOARD

David Tasker
Director

Stephen Brockhurst
Director

Ray Shorrocks
Director

COMPANY SECRETARY

David Palumbo

REGISTERED OFFICE AND PRINCIPLE PLACE OF BUSINESS

Level 11
London House
216 St. Georges Terrace
PERTH WA 6000

GPO Box 2517
WEST PERTH WA 6831

COMMUNICATION DETAILS

Telephone: +61 8 9481 0389
Facsimile: +61 8 9463 6103

Web Address:
www.intgold.com.au
Email Address:
info@intgold.com.au

AUSTRALIAN BUSINESS NUMBER

69 099 544 680

ASX CODE IGS

Jardin de Invierno S.A. has not repaid the monies as required under the contract, nor has it proposed a settlement suitable to the Company. As such, the Company intends to evaluate legal action in Australia and/ or Uruguay to recover these outstanding monies.

2. LATIN GOLD

Latin Gold, which owns the Brazilian gold assets and in which the Company holds an approximate 95% interest, has had a liquidator appointed.

IGS has retained UK counsel to act for it in regards to this matter and it is also proactively working with the appointed liquidator to maximise value for all creditors.

The Company holds Convertible Notes (in addition to its shareholding) in Latin Gold. All evidence of these Convertible Notes have been delivered to the liquidator.

3. POTENTIAL ACQUISITION

As previously advised, the Company has been progressing a range of acquisition options and hopes to be in a position to release more details in the near future.

The Company is aware that any acquisition may require it to re-comply with Chapters 1 & 2 of the ASX Listing Rules.

4. LODGEMENT OF FINANCIAL ACCOUNTS

The Company is progressing the audit of the December 2015 Half-Yearly, June 2016 Annual Report and December 2016 Half-Yearly and June 2017 Annual Report and will endeavour to release them to the market once they have been signed off by the Company's auditors.

For and on behalf of International Goldfields Limited.



David Tasker
International Goldfields Limited
Director