

31 October 2017 ASX Release

The Manager Market Announcements Office ASX Ltd 4th Floor, 20 Bridge Street SYDNEY, NSW 2000

Dear Sir

ANNUAL REPORT 2017

The annual report of KalNorth Gold Mines Limited provided to security holders is no different from the full year statutory accounts lodged with ASX on 29 September 2017.

The 2017 Annual Report can be found on the Company's website www.kalnorthgoldmines.com.

Yours faithfully

Jiajun Hu

Executive Chairman