



MARKET RELEASE

15 July 2015

KalNorth Gold Mines Limited

TRADING HALT

The securities of KalNorth Gold Mines Limited (the "Company") will be placed in Trading Halt Session State 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 Friday 17 July, 2015 or when the announcement is released to the market.

Security Code: KGM

Jill Hewitt
Senior Adviser, Listings Compliance (Perth)



KALNORTH
GOLD MINES LIMITED

14 July 2015

Mr. J Newman
Adviser, Listings Compliance (Perth)
ASX Compliance Pty Ltd
Level 40, Central Park, 152-158 St Georges Terrace
Perth, WA 6000

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Dear Mr Newman

TRADING HALT

KalNorth Gold Mines Limited ("the Company") seeks a trading halt to the quotation of its securities for the period up to the commencement of trading on Friday, 17 July 2015, or the earlier release of an announcement to ASX regarding a proposed restructuring of its loans as well as proposals for the settlement of loan interest that became due and payable on 1 July 2015.

The Company expects to be in a position to make an announcement before commencement of trading on Friday, 17 July 2015 and is not aware of any reason why a trading halt should not be granted.

Yours sincerely

Lijun Yang
Executive Director