

MARKET RELEASE

17 August 2016

KGL RESOURCES LIMITED

TRADING HALT

The securities of KGL Resources 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 commencement of normal trading on Friday, 19 August 2016.

Security Code: KGL

Belinda Mai

SENIOR ADVISER, LISTINGS COMPLIANCE



Dear Belinda,

Request for Trading Halt

KGL Resources Limited (ASX Code: KGL) requests an immediate halt to trading in its shares.

For the purposes of listing rule 17.1, Kentor provides the following information:

- KGL is mid-way through drilling the third hole in its current 3 hole exploration campaign. Mineralisation has been encountered and the Company wishes to halt trading in its shares to complete the drilling of the hole and prepare an announcement.
- It is expected that KGL will recommence trading, at the latest, 10am, Friday 18 August 2016 unless an announcement is made prior to this time.
- KGL is not aware of any reason why the trading halt should not be granted.

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Kylie AndersonCompany Secretary

For further information contact:

Ms Kylie Anderson Company Secretary Phone: (07) 3071 9003