TARUGA GOLD

ACN 153 868 789

ANNUAL FINANCIAL REPORT 2016

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TARUGA GOLD

AND CONTROLLED ENTITIES

COMPANY INFORMATION

TARUGA GOLD

AND CONTROLLED ENTITIES

ACN	153 868 789	
Directors	Bernard Aylward	Managing Director (non-executive from 15 July 2016)
	Daniel Smith	Non-Executive Director
	Gary Steinepreis	Non-Executive Director (appointed 15 July 2016)
Joint Company Secretaries	Daniel Smith Sylvia Foong (appointed 2 June 2016)	
Registered Office	Office J, Level 2, 1139 Hay Street West Perth, WA 6005	
	Telephone:	+61 8 9486 4036
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	Email:	admin@tarugagold.com.au
Share Registry	Security Transfer Registrars Pty Ltd 770 Canning Highway Applecross WA 6153	
	Telephone:	+61 8 9315 2333
	Facsimile:	+61 8 9315 2233
Auditor	HLB Mann Judd Level 4, 130 Stirling Street Perth, WA 6000	
	Telephone:	+61 8 9227 7500
	Facsimile:	+61 8 9227 7533
Bankers	Westpac Banking Corporation 116 James Street Northbridge Perth, WA 6000	

Securities Exchange Listing

Taruga Gold Limited Shares are listed on the Australian Securities Exchange.
The home exchange is Perth, Western Australia.
ASX Code: TAR

Website	www.tarugagold.com.au

REVIEW OF OPERATIONS

Company Overview

Taruga Gold Limited ("Taruga" or "the Company") is a West African junior exploration company that listed on the Australian Securities Exchange (ASX) on 7 February 2012 holding the advanced Kossa Project in Niger which is located approximately 15km from the 5moz Essakane goldmine. Taruga has focused on the Birimian geology of West Africa, however the Company is actively seeking new projects and is reviewing projects in Australia, Africa and other regions of interest.

On 17 September 2015 the Company announced the execution of a non-binding heads of agreement with top-tier gold producer, Newcrest Mining Limited, over the Company's Dabakala project, Cote d'Ivoire. Also during the year the Company announced the disposal of its 100% interest in International Goldfields (Bermuda) Limited, which was the holding company for the company's projects in Mali, as well as the concessions in Cote d'Ivoire that were subject to a Joint Venture with Resolute Mining Limited, and the previously mentioned Farm-in Agreement with Newcrest Mining Limited.

The Company successfully completed two capital raisings during the period, with funds raised through existing shareholders and new investors, together totalling approximately $1.55m. Subsequent to the period, the Company raised an additional $501,000 by way of a rights issue at $0.03 per share.

HEADS OF AGREEMENT WITH NEWCREST MINING LTD

On 17 September 2015 the Company announced the execution of a non-binding heads of agreement ("**HoA**") with top-tier gold producer, Newcrest Mining Limited ("**Newcrest**"), over the Company's Dabakala project, Cote d'Ivoire. Under the terms of the HoA, Newcrest had the ability to earn a 75% interest in a proposed joint venture company within 3 years of commencement, subject to a US$1.7m spend (including US$750,000 before withdrawal). As part of the proposed transaction, Newcrest would also make a US$100,000 cash payment to Taruga upon execution of formal documentation. On 15 December 2015 the Company announced the execution of a Farm-In Agreement with Newcrest on substantially the same terms as proposed in the HoA.

DISPOSAL OF INTERNATIONAL GOLDFIELDS (BERMUDA) LIMITED TO KODAL MINERALS PLC

On 7 April 2016 the Company announced that it had entered into a conditional Share Sale Agreement ("**SSA**") to sell 100% of its interest in International Goldfields (Bermuda) Limited ("**IG Bermuda**") to AIM-listed Kodal Minerals Plc ("**Kodal**") to be settled by the issuance of up to 1,025,000,000 Kodal shares ("**Consideration Shares**")(the "**Transaction**"). IG Bermuda is the holder of the Nangalasso and SLAM projects in Mali, and the holder of four granted and two concession applications in Cote d'Ivoire. Following shareholder approval, the Consideration shares were distributed to eligible shareholders by way of an in-specie distribution. Managing Director of Taruga, Bernard Aylward, has become the CEO of Kodal. Completion of the Transaction was announced on 20 May 2016.

Following completion of the Transaction, the Company's remaining assets consist of the Kossa project in Niger and the Mankono project in Cote d'Ivoire.

TARUGA IN NIGER

Kossa Project, Niger

Borobon Prospect

The Borobon prospect is located at the south end of the Kossa–Borobon trend, a 10km strike length of gold mineralisation defined by drilling, anomalous geochemistry and artisanal workings. Extensive gold mineralisation has been defined at the Borobon prospect with drilling completed by Taruga and previous explorers.

At the Borobon prospect gold mineralisation is hosted in parallel shear zones in a folded sedimentary sequence (refer Figure 1). Interpretation of the drilling results indicates a series of plunging shoots that require additional drilling to target strike and depth extension. The gold mineralised shoots are interpreted to result from the intersection of shear structures highlighted on the detailed aeromagnetic survey.

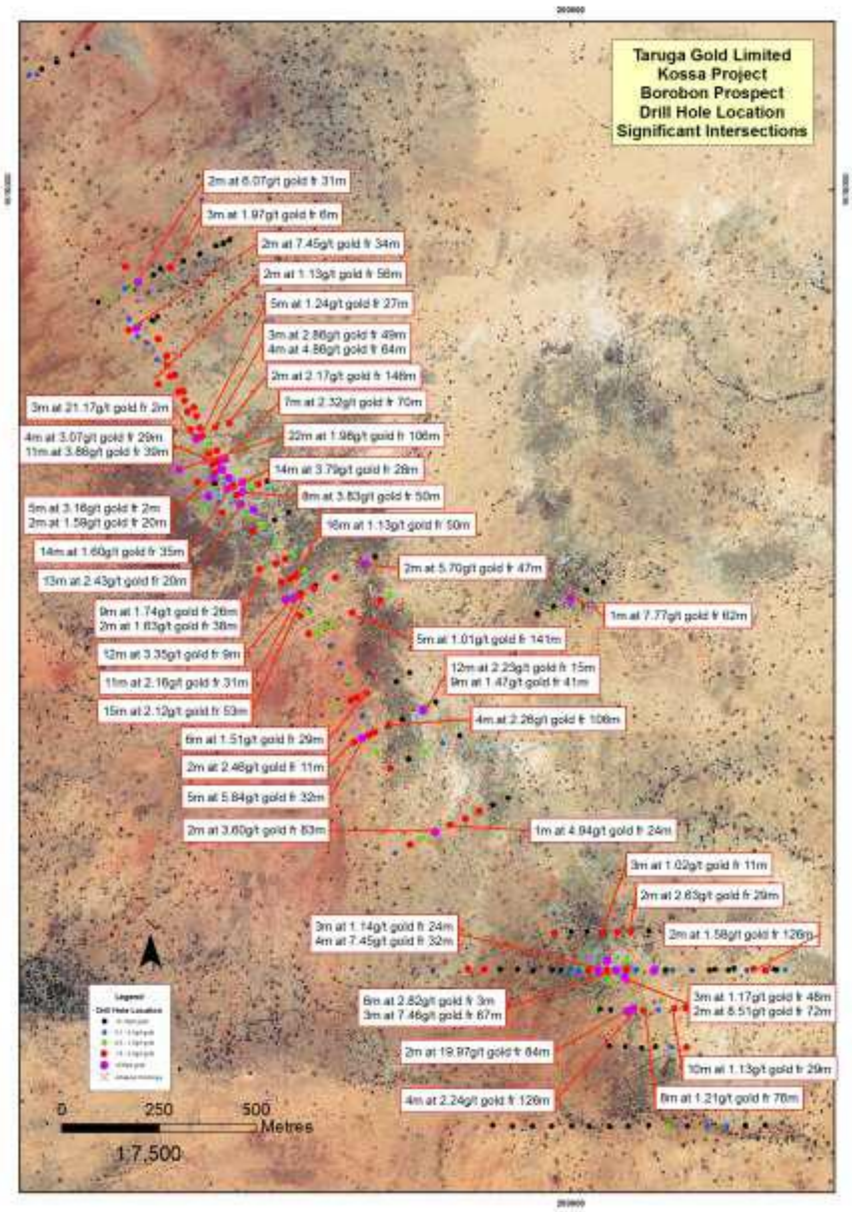

Figure 1 – Taruga Gold Limited – Borobon Prospect drill hole location and significant results

An Inferred Mineral Resource estimate of 2.7Mt @ 1.3g/t gold for 112,000ozs gold (top cut 20g/t gold and lower cut-off of 0.5g/t gold applied) at the Borobon was announced for the prospect on 15 March 2016.

During the reporting period, exploration activity consisted of field visits by Taruga staff to undertake geological review of the Kossa-Borobon trend, review artisanal mining activities to evaluate geological control on mineralisation and to review targets for additional drilling.

Kossa Project

The Company is continuing to review the Kossa area that consists of four concessions- Kossa 1, Kossa 2, Ouanzerbie and Kouriki. The total area under licence is now over 1,100km^2 (Figure 1). Widespread gold anomalism has been indicated in geochemical sampling completed by Taruga and previous explorers. In the regional exploration, sampling has been very wide and a process of geological and geophysical interpretation is being completed to assist in ranking areas for further geochemical sampling to define potential drill targets. The Company is continuing to review this large landholding and priorities areas for additional exploration. Within the new concessions, wide-spaced reconnaissance geochemistry has partly been completed by Orzeone, with samples up to 1.27g/t gold returned. No drilling has been completed within the southern Kouriki concessions and a limited amount of shallow aircore drilling completed in the northern Ouanzerbe concession. A program of reconnaissance geological mapping and confirmation geochemical sampling is proposed for the new concessions to assist with the ranking and prioritization of targets.

TARUGA IN COTE D'IVOIRE

Following completion of the Transaction with Kodal, the Company's concessions in Cote d'Ivoire consist of only the Mankono concession, which is currently in the process of renewal.

The Mankono concession is located in central Cote d'Ivoire and was granted to Taruga in 2013.

Exploration activity completed by Taruga includes geological mapping and reconnaissance and completing a first-pass reconnaissance geochemical sampling program. The results for the geochemical sampling program indicate areas of gold anomalism that require further sampling to define the significance and potential for gold mineralisation.

The western half of the Mankono concession is overlain by sugar cane crop and a sugar refinery. Access to this portion of the concession is difficult, and discussions are underway with the Government to gain access to additional prospective land to cover this loss of access. Additional exploration required for Mankono consists of completing geochemical sampling and definition of gold anomalous zones. A reconnaissance drilling program will be proposed, dependent on the results of the geochemical sampling.

About Cote d'Ivoire

Cote d'Ivoire released an updated Mining Code in 2014 and continues to develop legislation that offers incentives for mineral exploration and development of its mining industry. Cote d'Ivoire has approximately 35% of West Africa's Birimian sequence, while neighbouring Ghana has approximately 17% of the sequence. The Birimian Greenstone sequence of West Africa has a gold endowment of over 170 million ounces of gold, of which Ghana contains over 110 million ounces.

Cote d'Ivoire is historically underexplored however in recent years mining companies have enjoyed successful exploration results. The country now boasts several multi-million ounce gold deposits (including Amara Mining's 6Moz Yaoure deposit and Randgold resources 4.4Moz Tongon deposit), with four commercial scale mines in production.

CORPORATE

Capital Raisings

On 17 July 2015, Taruga announced the completion of Tranche 2 of the placement announced by the Company on 20 May 2015. The funds raised under Tranche 2 amounted to $626,210 through the issue of 139,157,847 fully paid ordinary shares (pre-consolidation) at $0.0045 per share, each with one free attaching option exercisable at $0.006 on or before 31 May 2017.

On 7 April 2016 in conjunction with the announcement of the transaction with Kodal Minerals, the Company announced its intentions to raise up to $1.2 million by way of a placement to sophisticated investors, and a 1 for 3 Rights Issue to existing shareholders ("Rights Issue"). The prospectus for the Rights Issue was lodged with ASIC on 7 June 2016, offering eligible shareholders the ability to subscribe for approximately 16,713,565 new shares at an issue price of $0.03 per new share on the basis of 2 new shares for every 3 existing shares held to raise up to $500,000 before issue costs. The Rights Issue closed on 28 June 2016 raising $234,830.

On 15 June 2016 the Company raised $948,000 through the issue of 31,599,995 shares at $0.03 per share following shareholder approval received 13 May 2016.

Subsequent to the reporting period, on 8 July 2016, the Company announced it had placed the shortfall shares from the Rights Issue. 8,885,885 shares were issued at $0.03 per share to raise an additional $266,577.

A portion of the funds raised were applied to further advance the exploration campaigns in Niger and Cote d'Ivoire detailed earlier in the report.

Share Consolidation

Following shareholder approval at a general meeting held 7 July 2015, the Company undertook a consolidation of its shares on a 1:25 basis. On a post-consolidation basis the Company had 24,972,570 shares on issue at this time.

Board Appointments

Following the end of the reporting period, the Company announced changes to the board with the resignation of Mr Myles Campion and Mr Frank Terranova, and the appointment of Mr Gary Steinepreis as Non-executive Director of the Company. In addition, Mr Bernard Aylward transitioned from Managing Director to Non-Executive Director.

Mr Steinepreis has in excess of 20 years' experience with ASX-listing rules, corporate governance and equity capital raisings. He is a Chartered Accountant and holds a Bachelor of Commerce from UWA.

During the reporting period Ms Sylvia Foong was appointed as joint company secretary. Ms Foong has a background in accounting and finance, and has experience in bookkeeping, corporate accounting, financial report preparation, and assisting with company secretary duties. She holds a Bachelor of Commerce and has completed the Governance Institute of Australia's Certificate of Governance Practice.

Competent person's statement

The information in this report that relates to geological information and exploration results is based on information compiled by Mr Bernard Aylward. Mr Aylward is a Non-executive Director of Taruga Gold Limited and is also the CEO of Kodal Minerals Plc. Mr Aylward is a member of The Australasian Institute of Mining and Metallurgy and 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'. Mr Aylward consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

DIRECTORS' REPORT

Your Directors submit their report on the consolidated entity consisting of Taruga Gold Limited and its controlled entities ("Taruga") for the period ended 30 June 2016.

DIRECTORS

The following persons were Directors of Taruga Gold Limited during the period and up to the date of this report unless otherwise stated:

		In office from	In office to
Frank Terranova	Non-executive Chairman	3 September 2013	15 July 2016
Myles Campion	Non-executive Director	27 August 2014	15 July 2016
Bernard Aylward	Non-executive Director	21 October 2011	present
Daniel Smith	Non-executive Director & Company Secretary	27 August 2014	present
Gary Steinepreis	Non-executive Director	15 July 2016	present

PARTICULARS OF DIRECTORS

Bernard Aylward **Non-Executive Director** **BSc (Hons.), MAusIMM**

Qualifications and experience

Mr Aylward is a geologist with over 20 years' experience as a manager and exploration geologist in the mining and exploration industry in a variety of commodities. Mr Aylward's experience includes serving as the Chief Operating Officer of International Goldfields Ltd, General Manager of Azumah Resources Ltd (Ghana), and Exploration Manager for Croesus Mining NL.

Mr Aylward has been involved in the discoveries and management of the Bepkong, Julie, Collette and Kunche deposits in Ghana, as well as the Deep South gold deposit, Gladstone North deposit, St Patrick's, Norseman Reef, and the Safari Bore gold deposit.

Mr Aylward brings considerable relevant skills and experience to the Board. He is a member of the Australasian Institute of Mining and Metallurgy.

Interest in Shares and Options

Fully Paid Shares – 5,324,386
Options – 303,334

Special Responsibilities

None.

Directorships held in listed entities

Company Name	Appointed	Resigned
Kodal Minerals Plc.	20 May 2016	-

Gary Steinepreis Non-Executive Director B.Com, CA

Qualifications and experience

Mr Steinepreis has in excess of 20 years' experience with ASX-listing rules, corporate governance and equity capital raisings. Mr Steinepreis is a Chartered Accountant and holds a Bachelor of Commerce from UWA. Mr Steinepreis is currently a Non-Executive Director of New Horizon Coal Ltd, CFOAM Limited and AVZ Minerals Limited.

Interest in Shares and Options

Fully Paid Shares – 3,210,002
Options – Nil

Special Responsibilities

None.

Directorships held in listed entities

Company Name	Appointed	Resigned
New Horizon Coal Ltd	4 June 2010	-
CFOAM Limited	30 March 2016	-
AVZ Minerals Ltd	30 November 2012	-
Monto Minerals Ltd	16 June 2009	12 January 2016
Norseman Gold Plc	3 December 2007	9 March 2016
Intercept Minerals Ltd	8 April 2014	2 February 2015

Daniel Smith Non-Executive Director and Company Secretary BA, GIA (Cert)

Qualifications and experience

Mr Smith is a member of the Australian Institute of Company Directors and the Governance Institute of Australia, with a background in finance. He has primary and secondary capital markets expertise, having been involved in a number of IPOs and capital raisings.

Mr Smith is currently an executive director of ASX-listed CoAssets Limited and a non-executive director of Global Gold Holdings Ltd. He is also a director of Minerva Corporate, a private corporate consulting firm.

Interest in Shares and Options

Fully Paid Shares – 764,444
Options – 60,000

Special Responsibilities

Mr Smith is joint Company Secretary of the Company.

Directorships held in listed entities

Company Name	Appointed	Resigned
Global Gold Holdings Ltd	21 September 2016	-
CoAssets Limited	18 March 2015	-
Fraser Range Metals Group Limited	5 February 2013	20 November 2015
Minerals Corporation Limited	1 April 2013	15 January 2015

Information on Former Directors

Myles Campion
Mr Campion is a geologist with a BSc.(Hons.) from University of Wales College Cardiff and a MSc.(MinEx) from the Royal School of Mines in London and is an Associate of the Royal School of Mines. Mr Campion has over 25 years' experience in the natural resources sector, including Resource analyst, Fund Manager, equities research and project and debt financing.

Frank Terranova
Mr Terranova is a senior executive with extensive experience in corporate finance and executive management in mining and agricultural sectors. He is a Fellow of the Institute of Chartered Accountants and has held a number of executive roles in ASX listed companies including Managing Director of Allied Gold Mining PLC which was acquired by St Barbara Limited in 2012 for A$560M. He subsequently became Managing Director of Polymetals Mining Limited overseeing its merger with Southern Cross Goldfields Limited and led the organisational transformation and a re-capitalisation program of that Group.

OPERATING AND FINANCIAL REVIEW

A review of the operations of the consolidated entity during the financial year is contained in the Review of Operations section of this Annual Report. The Company’s strategy in West Africa is to continue with the targeted exploration programs. The Company will also continue to review opportunities as they arise with a focus on advanced gold projects located within West Africa.

PRINCIPAL ACTIVITIES

The principal activity of the consolidated entity during the year was mineral exploration in West Africa.

Operating Results

Consolidated comprehensive loss after income tax for the financial period is $1,429,955 (2015: $752,688).

Financial Position

At 30 June 2015 the Company had cash reserves of $848,735 (2015: $830,111).

Dividends

No dividends were paid during the year and no recommendation is made as to dividends.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the Directors, there were no significant changes in the state of affairs of the consolidated entity that occurred during the financial year under review not otherwise disclosed in this report or in the consolidated accounts.

MATTERS SUBSEQUENT TO THE END OF FINANCIAL YEAR

On 8 July 2016 the Company announced the allotment of 8,885,885 new fully paid shares under the Shortfall Placement of $0.03 per new share, following the Company's two (2) for three (3) non-renounceable rights issue announced to the market on 7 June 2016. Total applications for 8,885,885 New Shares raising gross proceeds of $266,577 before fees was received.

On 15 July 2016 the Company announced the appointment of non-executive director Mr Gary Steinepreis to the board. Additionally, Mr Frank Terranova and Mr Myles Campion resigned from the board on the same day.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

The Company intends to continue its exploration activities in Niger and Cote d'Ivoire and investigate the acquisition of new mineral projects,.

Further information on likely developments in the operations of the consolidated entity and the expected results of operations have not been included in this report because the Directors believe it would be likely to result in unreasonable prejudice to the Company.

MEETINGS OF DIRECTORS

The following table sets out the number of meetings of the Company's Directors held during the year ended 30 June 2016, and the number of meetings attended by each Director.

	Number eligible to attend	Number attended
Bernard Aylward	6	6
Daniel Smith	6	6
Frank Terranova	6	6
Myles Campion	6	6
Gary Steinepreis[1]	-	-

[1] Mr Steinepreis was appointed on 15 July 2016

REMUNERATION REPORT

This report details the nature and amount of remuneration for each director and "Key Management Personnel" of Taruga Gold Limited.

The information provided in the remuneration report includes remuneration disclosures that are required under Accounting Standards AASB 124 "Related Party Disclosures". These disclosures have been transferred from the financial report and have been audited. Key Management Personnel are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, including any director.

Remunerations policy

The board policy is to remunerate Directors at market rates for time, commitment and responsibilities. The Board determines payment to the Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of Directors’ fees that can be paid is subject to approval by shareholders in general meeting, from time to time. Fees for Non-Executive Directors are not linked to the performance of the consolidated entity. However, to align Directors’ interests with shareholders’ interests, the Directors are encouraged to hold securities in the Company.

The Company’s aim is to remunerate at a level that will attract and retain high-calibre Directors and employees. Company officers and Directors are remunerated to a level consistent with size of the Company.

All remuneration paid to directors and executives is valued at the cost to the Company and expensed.

Performance-based remuneration

The Company does not pay any performance-based component of salaries.

Details of remuneration for year ended 30 June 2016

Directors’ Remuneration

No salaries, commissions, bonuses or superannuation were paid or payable to Directors during the year. Remuneration was by way of fees paid monthly in respect of invoices issued to the Company by the Directors or companies associated with the Directors in accordance with agreements between the Company and those entities.

Details of the agreements are set out below.

Agreements in respect of cash remuneration of Directors:

Executive Directors

None

Non-executive Directors

The Company’s constitution provides that the Non-executive Directors may collectively be paid as remuneration for their services a fixed sum not exceeding the aggregate sum determined by a general meeting. The aggregate remuneration has been set at an amount of $300,000 per annum.

Mr Frank Terranova was on a contract dated 3 September 2013 which provided for a fixed fee of $4,000 per month. Mr Myles Campion was on a contract dated 27 August 2014 which provided for a fixed fee of $2,500 per month. Mr Daniel Smith (through Minerva Corporate Pty Ltd) is on a contract dated 26 August which provides for a fixed fee of $2,000 per month. Mr Gary Steinepreis is on a contract dated 15 July 2016, which provides for a fixed fee of $2,000 per month. Mr Bernard Aylward is on a contract dated 15 July 2016, which provides for a fixed fee of $2,000 per month. Mr Bernard Aylward’s previous contract as Executive Director was for $153,000 per annum.

A Director may be paid fees or other amounts as the Directors determine where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director.

A Director may also be reimbursed for out of pocket expenses incurred as a result of their directorship or any special duties. Executive Directors may be paid on commercial terms as the Directors see fit.

The total remuneration paid to Key Management Personnel is summarised below:

Year ended 30 June 2016

Director	Associated Company	Fees	Consultancy	Options	Total
Bernard Aylward	Matlock Geological Services Pty Ltd	-	88,972	-	88,972
Daniel Smith	Minerva Corporate Pty Ltd	30,000	-	-	30,000
Myles Campion		30,000	-	-	30,000
Frank Terranova		48,000	-	-	48,000
		108,000	88,972	-	196,972

Year ended 30 June 2015

Director	Associated Company	Fees	Consultancy	Options	Total
Bernard Aylward	Matlock Geological Services Pty Ltd	-	75,159	-	75,159
Peter Newcomb	Symbios Pty Ltd	-	24,000	-	24,000
Daniel Smith	Minerva Corporate Pty Ltd	25,000	-	8,100	33,100
Myles Campion		25,000	-	8,100	33,100
Frank Terranova		48,000	-	8,100	56,100
		98,000	99,159	24,300	221,459

The consolidated entity does not have any full time Executive officers. There were no performance related payments made during the year.

Shareholdings of Key Management Personnel:

	Balance 30 June 2015	Additions	Consolidation	Balance on Appointment	Additions	Balance on Resignation	Balance 30 June 2016
Bernard Aylward	43,665,188	14,444,444	(55,785,246)	-	3,000,000	-	5,324,386
Daniel Smith	-	2,444,444	(2,346,666)	-	666,666	-	764,444
Myles Campion[1]	-	2,222,222	(2,133,333)	-	500,000	-	588,889
Frank Terranova[2]	7,160,000	3,555,555	(10,286,932)	-	666,666	-	1,095,289
Gary Steinepreis[3]	-	-	-	-	-	-	-
	50,825,188	22,666,665	(70,552,177)	-	4,833,332	-	7,773,008

DIRECTOR'S REPORT

[1]Mr Campion resigned on 15 July 2016 with a shareholding balance of 588,889 shares.
[2]Mr Terranova resigned on 15 July 2016 with a shareholding balance of 1,095,289 shares.
[3]Mr Steinepreis was appointed on 15 July 2016 with a shareholding balance of 3,210,002 shares.

	Balance 30 June 2014	Balance on Appointment	Purchases	Balance on Resignation	Balance 30 June 2015
Bernard Aylward	23,835,000	-	19,830,188	-	43,665,188
Daniel Smith	-	-	-	-	-
Frank Terranova	1,000,000	-	6,160,000	-	7,160,000
Myles Campion	-	-	-	-	-
Peter Newcomb[1]	1,140,000	-	-	1,140,000	-
	25,975,000	-	25,990,188	1,140,000	50,825,188

[1]Mr Peter Newcomb resigned on 29 August 2014 with a shareholding balance of 1,140,000 shares.
Aggregate amounts payable to Directors and their personally related entities.

	Consolidated Entity **2016** **$**	Consolidated Entity **2015** **$**
Accounts payable	40,111	168,485

Taruga Gold Ltd Director Mr Daniel Smith is a current director of Minerva Corporate Pty Ltd. Minerva Corporate Pty Ltd provided corporate consultancy services to Taruga Gold Ltd during the period that Mr Daniel Smith was a director. Payments to Minerva Corporate Pty Ltd during the period total $105,000 (2015: $78,600).

Option holdings of Key Management Personnel:

	Balance 30 June 2015	Additions	Consolidation	Balance on Appointment	Issues/ (Expiry)	Balance on Resignation	Balance 30 June 2016
Bernard Aylward	9,250,000	3,333,333	(12,080,000)	-	(200,000)	-	303,333
Daniel Smith	1,500,000	-	(1,440,000)	-	-	-	60,000
Myles Campion	1,500,000	-	(1,440,000)	-	-	-	60,000
Frank Terranova	3,040,000	-	(2,918,400)	-	-	-	121,600
Gary Steinepreis[1]	-	-	-	-	-	-	-
	15,290,000	3,333,333	(17,878,400)	-	(200,000)	-	544,933

[1]Mr Steinepreis was appointed on 15 July 2016 with an option holding balance of NIL.

	Balance 30 June 2014	Balance on Appointment	Issues	Balance on Resignation	Balance 30 June 2015
Bernard Aylward	5,000,000	-	4,250,000	-	9,250,000
Peter Newcomb	-	-	-	-	-
Frank Terranova	-	-	3,040,000	-	3,040,000
Daniel Smith	-	-	1,500,000	-	1,500,000
Myles Campion	-	-	1,500,000	-	1,500,000
	5,000,000	-	10,290,000	-	15,290,000

ENVIRONMENTAL ISSUES

The consolidated entity has conducted exploration activities on mineral tenements. The right to conduct these activities is granted subject to environmental conditions and requirements. The consolidated entity aims to ensure a high standard of environmental care is achieved and, as a minimum, to comply with relevant environmental regulations. There have been no known breaches of any of the environmental conditions.

OPTIONS

At the date of this report, share options on issue to take up fully paid Ordinary Shares in the capital of the Company are as follows:

	No. of Options Outstanding	Expiry Date	Exercise Price
	2,090,001	01/12/2016	$0.50
	9,706,675	31/05/2017	$0.15
TOTAL	**11,796,676**		

The names of persons who currently hold options are entered in a register pursuant to Section 170 of the Corporations Act 2001. No person entitled to exercise any option has or had, by virtue of the option, a right to participate in any share issue of the Company or any other corporation. Subsequent to year end no options have been exercised.

INDEMNIFICATION OF DIRECTORS

During the financial year, the Company has not given an indemnity or entered into an agreement to indemnify any of the Directors.

AUDITOR

HLB Mann Judd continues in office in accordance with section 327 of the Corporations Act 2001.

NON-AUDIT SERVICES

There were no non-audit services provided during the current year by our auditors, HLB Mann Judd.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

AUDITORS' INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 25 and forms part of this directors' report for the year ended 30 June 2016.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to section 306(3) of the Corporations Act 2001.

Daniel Smith

Non-Executive Director

Dated Perth 30 September 2016

CORPORATE GOVERNANCE STATEMENT

The Company has adopted systems of control and accountability as the basis for the administration of corporate governance. The Board is committed to administering the policies and procedures with openness and integrity, pursuing the true spirit of corporate governance commensurate with the Company's needs. To the extent they are applicable, the Company has adopted the Corporate Governance Principles and Recommendations (3rd Edition) as published by ASX Corporate Governance Council.

The following corporate governance charters, codes and policies have been implemented and are available on the Company's website at www.tarugagold.com.au:

- Board Charter
- Corporate Code of Conduct
- Diversity, Nomination and Remuneration Committee Charter
- Audit and Risk Committee Charter
- Shareholder Communication Guidelines and Policy
- Disclosure Policy
- Securities Trading Policy

HLB Mann Judd

Accountants | Business and Financial Advisers

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Taruga Gold Limited for the year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

b) any applicable code of professional conduct in relation to the audit.

Perth, Western Australia
30 September 2016

N G Neill
Partner

HLB Mann Judd (WA Partnership) ABN 22 193 232 714
Level 4, 130 Stirling Street Perth WA 6000. PO Box 8124 Perth BC 6849 Telephone +61 (08) 9227 7500. Fax +61 (08) 9227 7533.
Email: hlb@hlbwa.com.au. Website: http://www.hlb.com.au

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2016

AND CONTROLLED ENTITIES

	Note	CONSOLIDATED	
		Year to 30 June 2016 $	Year to 30 June 2015 $
Revenue	2	(1,698)	(4,594)
Other income		(154,661)	(27,656)
Depreciation	3	17,194	21,824
Consultants		241,427	327,110
Impairment expense		(4,599)	-
Professional fees		132,101	81,148
Travel and accommodation		36,461	33,107
Office and communication costs		44,358	31,140
Share based payment		-	32,400
Other expenses		66,419	141,221
		377,002	635,700
Exchange loss		17,412	2,730
Loss from continuing operations before income tax		394,414	638,430
Income tax benefit		-	-
Net loss for the period from continuing operations		394,414	638,430
Loss from discontinued operations net of tax	23	1,020,642	54,036
		1,415,056	692,466
Other comprehensive income			
Items that may be reclassified to profit or loss			
Exchange loss on translation of foreign subsidiaries		(1,182)	60,222
Transfer of exchange gain on sale of subsidiaries		16,081	-
Total comprehensive loss for the period		1,429,955	752,688
Basic and diluted loss per share (cents per share)	19	2.18	5.39
Basic and diluted loss per share from continuing operations	19	0.61	4.98

The accompanying notes form part of these financial statements.

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2016

AND CONTROLLED ENTITIES

	Note	CONSOLIDATED 30 June 2016 $	30 June 2015 $
CURRENT ASSETS			
Cash and cash equivalents	5	848,735	830,111
Trade and other receivables	6	18,513	54,741
Total Current Assets		867,248	884,852
NON CURRENT ASSETS			
Plant and equipment	7	50,242	68,500
Mineral exploration and evaluation	8	7,029,813	8,508,993
Total Non-Current Assets		7,080,055	8,577,493
TOTAL ASSETS		7,947,303	9,462,345
CURRENT LIABILITIES			
Trade and other payables	9	135,129	993,664
Total Current Liabilities		135,129	993,664
TOTAL LIABILITIES		135,129	993,664
NET ASSETS		7,812,174	8,468,681
EQUITY			
Issued capital	11	12,508,296	11,767,286
Reserves	12	(33,365)	598,040
Accumulated losses	12	(4,662,757)	(3,896,645)
TOTAL EQUITY		7,812,174	8,468,681

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2016 AND CONTROLLED ENTITIES

	Issued Capital	Options Reserve	Accumulated Losses	Foreign Currency Translation Reserve	Total Equity
Year to 30 June 2015					
As at 1 July 2014	10,412,209	648,944	(3,204,179)	(23,082)	7,833,892
Issue of shares	1,398,289	-	-	-	1,398,289
Issue of options	-	32,400	-	-	32,400
Share issue expenses	(43,212)	-	-	-	(43,212)
Loss for the period	-	-	(692,466)	-	(692,466)
Exchange loss on translation of foreign subsidiaries	-	-	-	(60,222)	(60,222)
As at 30 June 2015	11,767,286	681,344	(3,896,645)	(83,304)	8,468,681
Year to 30 June 2016					
As at 1 July 2015	11,767,286	681,344	(3,896,645)	(83,304)	8,468,681
Issue of shares (net)	1,991,641	-	-	-	1,991,641
In specie distribution	(1,037,213)	-	-	-	(1,037,213)
Issue of options	-	2,640	-	-	2,640
Transfer of reserve to accumulated losses on expiry of options		(648,944)	648,944	-	-
Share issue expenses	(213,418)	-	-	-	(213,418)
Loss for the period	-	-	(1,415,056)	-	(1,415,056)
Exchange loss on translation of foreign subsidiaries	-	-	-	(1,182)	(1,182)
Transfer of exchange gain on sale of subsidiaries	-	-	-	16,081	16,081
As at 30 June 2016	12,508,296	35,040	(4,662,757)	(68,405)	7,812,174

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2016

AND CONTROLLED ENTITIES

	Note	CONSOLIDATED Year to 30 June 2016 $	 Year to 30 June 2015 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers		(289,546)	(647,460)
Interest income received		1,698	4,599
Net cash used in operating activities	16	(287,848)	(642,861)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration expenditure		(681,442)	(651,504)
Net cash used in investing activities		(681,442)	(651,504)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		1,102,374	1,930,120
Share issue transaction costs		(105,751)	(27,073)
Net cash provided by financing activities		996,623	1,903,047
Net increase in cash held		27,333	608,682
Cash and cash equivalents at the beginning of the period		830,111	239,484
Effect of exchange rate fluctuations on cash held		(8,709)	(18,055)
Cash and cash equivalents at the end of the period		848,735	830,111

The accompanying notes form part of these financial statements.

NOTE 1 – STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standards and Interpretations and complies with other requirements of the law. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report has also been prepared on a historical cost basis. The financial report is presented in Australian dollars.

The company is a listed public company, incorporated in Australia and operating in West Africa. The entity's principal activity is mineral exploration.

The accounting policies detailed below have been consistently applied to all of the periods presented unless otherwise stated. The financial statements are for the consolidated entity consisting of Taruga Gold and its subsidiaries. For the purposes of preparing the consolidated financial statements, the Group is a for profit entity.

The financial report has also been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Statement of Compliance

The financial report was authorised for issue on 30 September 2016.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

Adoption of new and revised standards

Changes in accounting policies on initial application of Accounting Standards

In the year ended 30 June 2016, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2015. It has been determined by the Directors that, there is no impact, material or otherwise, of the new and revised standards and interpretations on its business and therefore no change is necessary to Company accounting policies.

No retrospective change in accounting policy or material reclassification has occurred requiring the inclusion of a third Statement of Financial Position as at the beginning of the comparative financial year, as required under AASB 101.

Accounting Policies

(a) Basis of Consolidation

A controlled entity is any entity controlled by Taruga Gold Limited. Control exists where Taruga Gold Limited has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with Taruga Gold Limited to achieve the objectives of Taruga Gold Limited. All controlled entities have a 30 June financial year-end.

All inter-company balances and transactions between entities in the consolidated entity, including any unrealised profit or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the consolidated entity during the year, their operating results have been included from the date control was obtained or until the date control ceased.

(b) Income Tax

The charge for current income tax expenses is based on the result for the year adjusted for any non-assessable or disallowable items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance date.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the statement of comprehensive income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary difference can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the consolidated entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) Plant and Equipment

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future consolidated benefits associated with the item will flow to the consolidated entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including capitalised lease assets, but excluding computers, is depreciated on a reducing balance commencing from the time the asset is held ready for use. Computers are depreciated on a straight line basis over their useful lives to the consolidated entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset:	Depreciation Rate:
Plant and Equipment	15 – 50%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(d) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred is either written off as incurred or accumulated in respect of each identifiable area of interest. Tenement acquisition costs are initially capitalised. Costs are only carried forward to the extent that they are expected to be recouped through the successful development of the areas, sale of the respective areas of interest or where activities in the area have not yet reached a stage which permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the areas is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Restoration, rehabilitation and environmental costs necessitated by exploration and evaluation activities are expensed as incurred and treated as exploration and evaluation expenditure.

(e) Impairment of Assets

At each reporting date, the Directors review the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the assets, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the consolidated entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(f) Provisions

Provisions are recognised where there is a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(g) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

(i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expenses. Receivables and payables in the statement of financial position are shown inclusive of GST.

(j) Contributed Equity

Issued and paid up capital is recognised at the fair value of the consideration received by the Company. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

(k) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of Taruga Gold Limited.

(l) Critical accounting estimates and judgements

The application of accounting policies requires the use of judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Key Estimates – Impairment

The Directors assess impairment at each reporting date by evaluating conditions specific to the consolidated entity that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

An impairment was recognised in the prior year in respect of costs carried forward as exploration assets in Note 8. The ultimate recoupment of value is dependent on the successful development and commercial exploitation or sale of the respective areas.

(m) Share based payments – shares and options

The fair value of shares and share options granted is recognised as an expense with a corresponding increase in equity. Fair value is measured at grant date and recognised over the period during which the grantees become unconditionally entitled to the shares or share options.

The fair value of share grants at grant date is determined by the share price at that time.

The fair value of share options at grant date is determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, any vesting and performance criteria, the share price at grant date, the expected price volatility of the underlying share, the expected dividend yield and the risk free rate for the term of the option.

Upon the exercise of the option, the balance of the share-based payments reserve relating to the option is transferred to share capital.

(n) Foreign currency translation

Both the functional and presentation currency of Taruga Gold Limited is Australian dollars. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

Transactions in foreign currencies are initially recorded in the functional currency by applying the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance date.

All exchange differences in the consolidated financial report are taken to profit or loss with the exception of differences on foreign currency borrowings that provide a hedge against a net investment in a foreign entity. These are taken directly to equity until the disposal of the net investment, at which time they are recognised in profit or loss.

Tax charges and credits attributable to exchange differences on those borrowings are also recognised in equity.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction.

Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

The functional currency of the foreign operations during the period and up to the disposal of some of the subsidiaries being the entities - Gecko Gold Niger, Gecko Gold CI and MGS Ghana is CFA Francs.

As at the balance date the assets and liabilities of these subsidiaries are translated into the presentation currency of Taruga Gold Limited at the rate of exchange ruling at the balance date and income and expense items are translated at the average exchange rate for the period, unless exchange rates fluctuated significantly during that period, in which case the exchange rates at the dates of the transactions are used.

The exchange differences arising on the translation are taken directly to a separate component of equity, being recognised in the foreign currency translation reserve.

On disposal of a foreign entity, the deferred cumulative amount recognised in equity relating to that particular foreign operation is recognised in profit or loss.

In addition, in relation to the partial disposal of a subsidiary that does not result in the Group losing control over the subsidiary, the proportionate share of accumulated exchange differences are re-attributed to non-controlling interests and are not recognised in profit or loss. For all other partial disposals (i.e. partial disposals of associates or jointly controlled entities that do not result in the Group losing significant influence or joint control), the proportionate share of the accumulated exchange differences is reclassified to profit or loss.

(o) Parent entity financial information

The financial information for the parent entity, Taruga Gold Limited, disclosed in Note 23 has been prepared on the same basis as the consolidated financial statements, except for Investments in subsidiaries which are accounted for at cost in the parent entity's financial statements. Dividends received from associates are recognised in the parent entity's profit or loss, rather than being deducted from the carrying amount of these investments.

(p) New Standards Issued but not yet effective

The following new/amended accounting standards and interpretations have been issued, but are not mandatory for financial year ended 30 June 2016. They have not been adopted in preparing the financial statements for the year ended 30 June 2016 and are expected to impact the entity in the period of initial application.

In all cases the entity intends to apply these standards from application date as indicated in the table below.

(p) New Standards Issued but not yet effective (continued)

AASB reference	Title and Affected Standard(s):	Nature of Change	Application date:	Impact on Initial Application
AASB 9 (issued December 2009 and amended December 2010)	Financial Instruments	Amends the requirements for classification and measurement of financial assets. The available-for-sale and held-to-maturity categories of financial assets in AASB 139 have been eliminated. Under AASB 9, there are three categories of financial assets: • Amortised cost • Fair value through profit or loss • Fair value through other comprehensive income. The following requirements have generally been carried forward unchanged from AASB 139 *Financial Instruments: Recognition and Measurement* into AASB 9: • Classification and measurement of financial liabilities; and • Derecognition requirements for financial assets and liabilities. However, AASB 9 requires that gains or losses on financial liabilities measured at fair value are recognised in profit or loss, except that the effects of changes in the liability's credit risk are recognised in other comprehensive income.	Annual reporting periods beginning on or after 1 January 2017[1]	Adoption of AASB 9 is only mandatory for the year ending 30 June 2018.

[1]The application date of AASB 9 has been deferred from annual periods beginning on or after 1 January 2015 to annual periods beginning on or after 1 January 2017 by AASB 2013-9 *Amendments to Australian Accounting Standards - Conceptual Framework, Materiality and Financial Instruments.*

(p) New Standards Issued but not yet effective (continued)

AASB reference	Title and Affected Standard(s):	Nature of Change	Application date:	Impact on Initial Application
AASB 2013-9 (issued December 2013)	Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments	Makes three amendments to AASB 9: • Adding the new hedge accounting requirements into AASB 9 • Deferring the effective date of AASB 9 from 1 January 2015 to 1 January 2017, and • Making available for early adoption the presentation of changes in 'own credit' in other comprehensive income (OCI) for financial liabilities under the fair value option without early applying the other AASB 9 requirements. Under the new hedge accounting requirements: • The 80-125% highly effective threshold has been removed • Risk components of non-financial items can qualify for hedge accounting provided that the risk component is separately identifiable and reliably measurable • An aggregated position (i.e. combination of a derivative and a non-derivative) can qualify for hedge accounting provided that it is managed as one risk exposure • When entities designate the intrinsic value of options, the initial time value is deferred in OCI and subsequent changes in time value are recognised in OCI	Annual reporting periods beginning on or after 1 January 2015	The application date of AASB 9 has been deferred to 1 January 2017. The entity has not yet made an assessment of the impact of these amendments. The entity does not currently have any hedging arrangements in place.

NOTE 2 – REVENUE

Revenue	2016 $	2015 $
Interest received	1,698	4,599
Total Revenue	1,698	4,599

NOTE 3 – LOSS FROM ORDINARY ACTIVITIES BEFORE TAX EXPENSES

Expenses

Depreciation of non-current assets

Plant and Equipment	1,008	5,573
Office furniture and equipment	2,876	2,095
Motor vehicles	13,310	14,548
Total depreciation of non-current assets	17,194	21,824

NOTE 4 – INCOME TAX

The prima facie tax benefit at 30% on loss from ordinary activities is reconciled to the income tax benefit in the financial statements as follows:

	2016 $	2015 $
Loss from ordinary activities	1,415,056	692,466
Prima facie income tax benefit at 30%	424,517	207,740
Tax effect of permanent differences		
Share Issue Costs amortised	69,530	69,532
Other non-deductible expenses	-	-
Income tax benefit adjusted for permanent differences	494,047	277,272
Deferred tax asset not brought to account	(494,047)	(277,272)
	-	-

Income tax benefit

The directors estimate the cumulative unrecognised deferred tax asset attributable to the company and its controlled entity at 30% is as follows:

DEFERRED TAX ASSETS	2016 $	2015 $
Revenue Losses after permanent differences	1,910,585	1,416,538
Capital Raising Costs yet to be claimed	-	69,530
	1,910,585	1,486,068

The potential deferred tax asset has not been brought to account in the financial report at 30 June 2016 as the Directors do not believe it is appropriate to regard the realisation of the asset as probable. This asset will only be obtained if:

(a) The company and its controlled entity derive future assessable income of an amount and type sufficient to enable the benefit from the deductions for the tax losses and the unrecouped exploration expenditure to be realised;

(b) The company and its controlled entity continue to comply with the conditions for deductibility imposed by tax legislation; and

(c) No changes in tax legislation adversely affect the company and its controlled entity in realising the benefit from the deductions for the tax losses and unrecouped exploration expenditure.

Franking Credits

No franking credits are available at balance date for the subsequent financial year.

	2016 $	2015 $
NOTE 5 – CASH AND CASH EQUIVALENTS		
Cash at bank and on hand	848,735	830,111

NOTE 6 – TRADE AND OTHER RECEIVABLES

Current

GST receivable	5,447	8,278
Other receivables	13,066	46,463
	18,513	54,741

NOTE 7 – PLANT AND EQUIPMENT
2015

Cost	Motor Vehicles $	Plant & Equipment $	Fixtures & Fittings $	Total $
Balance Brought Forward	147,606	51,308	22,159	221,073
Acquisitions (i)	-	-	-	-
Disposals	-	-	-	-
Foreign exchange movement	12,114	867	3,178	16,159
Balance Carried Forward	159,720	52,175	25,337	237,232
Accumulated Depreciation				
Balance Brought Forward	85,523	31,642	10,430	127,595
Charge	22,652	8,920	3,353	34,925
Disposals	-	-	-	-
Foreign exchange movement	4,721	(5)	1,496	6,212
Balance Carried Forward	112,896	40,557	15,279	168,732
Net Book Value 30 June 2015	46,824	11,618	10,058	68,500
2016				
Balance Brought Forward	159,720	52,175	25,337	237,232
Acquisitions	-	-	-	-
Disposals	(42,240)	(30,285)	-	(72,525)
Foreign exchange movement	2,723	508	588	3,819
Balance Carried Forward	120,203	22,398	25,925	168,526
Accumulated Depreciation				
Balance Brought Forward	112,896	40,557	15,279	168,732
Disposals	(42,240)	(30,285)	-	(72,525)
Charge	13,310	1,008	2,876	17,194
Foreign exchange movement	305	4,528	50	4,883
Balance Carried Forward	84,271	15,808	18,205	118,284
Net Book Value 30 June 2016	35,932	6,590	7,720	50,242

NOTE 8 – MINERAL EXPLORATION AND EVALUATION	2016 $	2015 $
Opening balance	8,508,993	7,944,634
Expenditure during the year	534,242	616,473
Disposal of subsidiaries (note 23)	(2,022,553)	-
Foreign exchange movement	9,131	(52,114)
Closing balance	7,029,813	8,508,993

The ultimate recoupment of exploration expenditure carried forward is dependent upon successful development and commercial exploitation, or sale of the respective areas.

NOTE 9 – TRADE AND OTHER PAYABLES	2016 $	2015 $
Trade creditors	103,636	303,488
Other payables (i)	31,493	690,176
	135,129	993,664

(i) Included in Other Payables in 2015 is amount of $543,393 that relates to funds receivable for capital raised subsequent to the 2015 year end.

NOTE 10 – INTEREST BEARING LIABILITIES

Financing Agreements

No overdraft facilities have been formalised at 30 June 2016 (2015: Nil) and neither the company nor its controlled entity have lines of credit at 30 June 2016 (2015: Nil).

NOTE 11 – ISSUED CAPITAL	2016 $	2015 $
(a) Issued capital		
447,821,877 shares fully paid	12,508,296	11,767,286

Movements in ordinary share capital of the Company were as follows:

	Number	$
Opening balance at 30 June 2014	160,616,000	10,412,209
Placement – Tranche 1 at 27 August 2014	40,000,000	200,000
Placement – SPP at 30 September 2014	12,641,502	67,000
Placement – Tranche 2 at 07 October 2014	145,000,000	725,000
Shares issued in lieu of professional fees at 04 December 2014	6,500,000	32,500
Placement – Tranche 1	83,064,375	373,789
Transaction costs	-	(43,212)
Closing balance at 30 June 2015	447,821,877	11,767,286

	Number	$
Opening balance at 30 June 2015	447,821,877	11,767,286
Share based payment	15,777,775	71,000
Placement - Tranche 2	139,157,847	626,210
Partial Placement of SPP Shortfall	2,222,222	10,000
Shares issued in lieu of professional fees	19,333,332	87,000
Consolidation 1:25	(599,340,483)	-
Shares issued to advisor in lieu of cash	97,777	8,018
Issue of shares in lieu of accrued directors' fees and consultant fees	4,833,332	145,000
In-specie distribution of KOD shares	-	(1,037,213)
Placement	31,599,995	948,000
Transaction costs	-	(117,005)
Closing balance at 30 June 2016	61,503,674	12,508,296

Movements in options were as follows:

	Number	$
Opening balance at 30 June 2014	15,000,000	648,944
Unlisted options issued at 07 October 2014	46,250,000	-
Unlisted options issued at 27 November 2014	6,000,000	32,400
Closing balance at 30 June 2015	67,250,000	681,344
Opening balance at 30 June 2015	67,250,000	681,344
Free attaching options 17 July 2015	240,222,219	-
Consolidation 1:25	(295,173,320)	-
Unlisted options issued 16 October 2015	97,777	2,640
Lapse of unlisted options	(600,000)	(648,944)
Closing balance at 30 June 2016	11,796,676	35,040

The above options are exercisable as follows:
2,090,001 at $0.50 on or before 01/12/16
9,706,675 at $0.15 on or before 31/05/17

(d) Voting and dividend rights

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

	2016 $	2015 $
NOTE 12 – RESERVES AND ACCUMULATED LOSSES		
Options Reserve	35,040	681,344
Foreign Currency Translation Reserve	(68,405)	(83,304)
	(33,365)	598,040

Accumulated Losses	2016 $	2015 $
Balance at beginning of the year	3,896,645	3,204,179
Net loss from ordinary activities	1,415,056	692,466
Transfer from options reserve on expiry of options	(648,944)	-
Balance at end of the year	5,311,701	3,896,645

Options Reserve

Balance at beginning of the year	681,344	648,944
Reserve arising on issue of options	2,640	32,400
Transfer to accumulated losses on expiry of options	(648,944)	-
Balance at end of the year	35,040	681,344

Foreign Currency Translation Reserve

Balance at beginning of the year	(83,304)	(23,082)
Reserve arising on translation of foreign subsidiaries	14,899	(60,222)
Balance at end of the year	(68,405)	(83,304)

Nature and purpose of Reserves

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign subsidiaries. It is also used to record the effect of hedging net investments in foreign operations.

The Share Option Reserve contains amounts received on the issue of options over unissued capital of the company.

NOTE 13 – COMMITMENTS FOR EXPENDITURE

(a) Mineral Tenement Leases

In order to maintain current rights of tenure to mining tenements, the consolidated entity will be required to outlay in the year ending 30 June 2016 amounts of $500,000 in respect of minimum tenement expenditure requirements and lease rentals. The obligations are not provided for in the financial report and are payable as follows :

	2016 $	2015 $
Not later than one year	100,000	200,000
Later than 1 year but not later than 2 years	200,000	300,000
Later than 2 years but not later than 5 years	250,000	350,000
	550,000	850,000

NOTE 14 – INVESTMENT IN CONTROLLED ENTITIES

	Registered Number	Country of Incorporation	Interest Held	Value of investment
Parent				
Taruga Gold Limited	153 868 789	Australia		
Subsidiaries				
Gecko Gold Niger SARL	RCCM-NI-NIA-2010-B-2625	Niger	100%	1,316,675
MGS Ghana Limited	CA-80, 601	Ghana	100%	-
Gecko Gold CI SARL	RCCM-CI-ABJ-2010-B-1899	Cote d'Ivoire	100%	1,350,367

NOTE 15 – SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of Taruga Gold Limited.

The company operates in one operating segment therefore disclosures are consistent with the financial report.

NOTE 16 – NOTES TO THE STATEMENT OF CASH FLOWS

	2016 $	2015 $
Reconciliation of loss after income tax to net operating cash flows		
Loss from ordinary activities	1,415,056	692,466
Depreciation	(17,194)	(34,925)
Impairment	4,599	-
Loss from discontinued operations net of tax	(1,020,642)	-
Share based payment	-	(32,400)
	381,819	625,141
Movement in assets and liabilities		
Receivables	36,228	24,142
Other current assets	-	-
Payables	22,818	(6,422)
Net cash used in operating activities	440,865	642,861
Non cash financing activities		
Shares issued in lieu of payments	(153,017)	-
	287,848	642,861

NOTE 17 – RELATED PARTY INFORMATION

a) Transaction with Key Management Personnel

The transactions with key management personnel have been entered into under terms and conditions no more favourable than those the Company would have adopted if dealing at arm's length.

The total remuneration paid to Directors and Executives is summarised below:

Taruga Gold Ltd Director Mr Daniel Smith is a current director of Minerva Corporate Pty Ltd. Minerva Corporate Pty Ltd provided corporate consultancy services to Taruga Gold Ltd during the period that Mr Daniel Smith was a director. Payments to Minerva Corporate Pty Ltd during the period total $105,000 (2015: $78,600). An amount of $8,936 was included in trade payables and other liabilities at 30 June 2016.

b) Directors and Executives Disclosures

The aggregate compensation made to directors and other key management personnel of the Group is set out below:

	2016 $	2015 $
Short-term employee benefits	196,972	221,459
Post-employment benefits	-	-
	196,972	221,459

NOTE 18 – REMUNERATION OF AUDITORS

	2016 $	2015 $
Auditing and reviewing of the financial statements of Taruga Gold Limited and of its controlled entities.	27,250	26,500
	27,250	26,500

NOTE 19 – LOSS PER SHARE

The loss and weighted average number of ordinary shares used in the calculation of basic loss per share is as follows:

	2016 $	2015 $
Loss for the year	1,415,056	692,466
Loss for the year from continuing operations	394,414	638,430
	Number	Number
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic loss per share	65,008,402	12,824,010

There are no potential ordinary shares on issue at the date of this report.

In accordance with AASB 133, prior year weighted average number of shares has been restated as a result of the consolidation of share capital.

NOTE 20 – FINANCIAL INSTRUMENTS

Financial Risk Management Policies

The consolidated entity's financial instruments consist mainly of deposits with banks, accounts receivable, accounts payable and hire purchase liabilities.

The Board's overall risk management strategy seeks to assist the Group in meeting its financial targets, whilst maintaining potential adverse effects on financial performance. The Group has developed a framework for a risk management policy and internal compliance and control systems that covers the organisational, financial and operational aspects of the group's affairs. The Chairman is responsible for ensuring the maintenance of, and compliance with, appropriate systems.

Financial Risk Exposures and Management

The main risks the group is exposed to through its financial instruments are interest rate risk, foreign currency risk and liquidity risk.

Interest Rate Risk

The consolidated entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of change in the market, interest rate and the effective weighted average interest rate on these financial assets, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate	
	2016	**2015**	**2016**	**2015**
Financial Assets			**$**	**$**
Cash at Bank	0.60%	0.17%	844,581	827,256
Total Financial Assets			844,581	827,256

There are no financial liabilities subject to interest rate fluctuations.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to and forming part of the financial statements.

Interest Rate Sensitivity Analysis

The Group has performed a sensitivity analysis relating to its exposure to interest rate risk. This sensitivity analysis demonstrates the effect on the current year results and equity which could result in a change in these risks.

At 30 June 2016 the effect on the loss and equity as a result of changes in the interest rate with all other variables remaining constant is as follows:

	2016	**2015**
	$	**$**
Change in Loss		
• Increase in interest by 2%	(21,935)	(16,545)
• Decrease in interest by 2%	21,935	16,545

Change in Equity		
• Increase in interest by 2%	21,935	16,545
• Decrease in interest by 2%	(21,935)	(16,545)

Foreign Currency Risk

The Group undertakes certain transactions denominated in foreign currencies, hence exposures to exchange rate fluctuations arise.

The carrying amount of the Group's foreign currency denominated monetary assets and monetary liabilities at the reporting date is as follows:

Currency	Liabilities 2016 $	Assets 2016 $	Liabilities 2015 $	Assets 2015 $
US Dollars	-	-	50,291	-
English Pounds	-	-	6,141	-
Euros	-	-	17,409	-
West Africa CFA	-	164,364	65,055	5,658,786
Ghanaian Cedi	-	39	41,366	39

Foreign currency

Other than translational risk the Group has no significant exposure to foreign currency risk at the balance date.

Liquidity Risk

The group manages liquidity risk by monitoring forecast cash flows.

Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date, is the carrying amount net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statement.

In the case of cash deposited, credit risk is minimised by depositing with recognised financial intermediaries such as banks, subject to Australian Prudential Regulation Authority Supervision.

The consolidated entity does not have any material risk exposure to any single debtor or group of debtors under financial instruments entered into by it.

Capital Management Risk

Management controls the capital of the Group in order to maximise the return to shareholders and ensure that the group can fund its operations and continue as a going concern.

Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of expenditure and debt levels and share and option issues.

There have been no changes in the strategy adopted by management to control capital of the Group since the prior year.

Net Fair Values

For financial assets and liabilities, the net fair value approximates their carrying value. The consolidated entity has no financial assets or liabilities that are readily traded on organised markets at balance date and has no financial assets where the carrying amount exceeds net fair values at balance date.

NOTE 21 - MATTERS SUBSEQUENT TO THE END OF FINANCIAL YEAR

On 8 July 2016 the Company announced the allotment of 8,885,885 new fully paid shares under the Shortfall Placement of $0.03 per new share, following the Company's two (2) for three (3) non-renounceable rights issue announced to the market on 7 June 2016. Total applications for 8,885,885 New Shares raising gross proceeds of $ 266,577 before fees was received.

On 15 July 2016 the Company announced the appointment of non-executive director Mr Gary Steinepreis to the board. Additionally, Mr Frank Terranova and Mr Myles Campion resigned from the board on the same day.

NOTE 22 - PARENT ENTITY DISCLOSURES

Financial Position	**2016**	**2015**
	$	**$**
CURRENT ASSETS		
Cash and cash equivalents	843,638	824,023
Trade and other receivables	18,512	53,971
Total Current Assets	862,150	877,994
NON CURRENT ASSETS		
Total Non Current assets	7,014,837	8,516,192
TOTAL ASSETS	7,876,987	9,394,186

CURRENT LIABILITIES		
Trade and other payables	135,129	925,505
Total Current Liabilities	135,129	925,505
TOTAL LIABILITIES		
NET ASSETS	7,741,858	8,468,681
EQUITY		
Issued capital	12,508,296	11,767,286
Reserves	35,040	681,344
Accumulated losses	(4,801,478)	(3,979,949)
TOTAL EQUITY	7,741,858	8,468,681

Financial Performance

Loss for the year	1,470,473	614,658
Impairment	-	98,968
Transfer of reserves to accumulated losses on expiry of options	(648,944)	-
Total comprehensive loss	821,529	713,626

The parent entity has not entered into any guarantees in relation to debts of its subsidiaries, has no contingent liabilities, and has no commitments for acquisition of plant and equipment.

NOTE 23 – DISCONTINUED OPERATIONS

On 20 May 2016 the Group disposed of 100% of its interest in International Goldfields (Bermuda) Limited to Kodal Minerals Plc (AIM:KOD).

	2016 $	2015 $
Results of discontinued operations		
Revenue	-	11,005
Cost of sales	-	-
Expenses	(59,435)	(65,041)
Results from operating activities	(59,435)	(54,036)
Income tax (expense)/benefit	-	-
Results from operating activities after tax	(59,435)	(54,036)
Loss on sale of subsidiary assets (i)	(961,207)	-
Loss from discontinued operations	(1,020,642)	(54,036)

NOTE 23 – DISCONTINUED OPERATIONS (CONTINUED)

	2016 $
(i) Loss on sale of subsidiary assets	
Carrying value of International Goldfields (Bermuda) Limited	
Exploration	2,022,553
Other	(24,133)
Sale consideration received (ii)	(1,037,213)
Loss on disposal of International Goldfields (Bermuda) Limited	961,207

	2016
(ii) Valuation of sale consideration	
Kodal Minerals Plc shares received	1,025,000,000
Kodal Minerals Plc share price 20 May 2016 (completion date)	GBP 0.0005
Value of Kodal Minerals Plc shares received GBP	GBP 512,500
Value of Kodal Minerals Plc shares received AUD (AUD:GBP2.02383)	$1,037,213

	2016 $	2015 $
Cashflows gained from/(used in) discontinued operations		
Net cash gained from operating activities	13,186	(46,642)
Net cash flow for the year	13,186	(46,642)

DIRECTORS' DECLARATION

In the opinion of the directors of Taruga Gold Limited ("the company"):

1) The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:

   (a) complying with Australian Accounting Standards, the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements; and

   (b) giving a true and fair view of the Group's financial position as at 30 June 2016 and of its performance for the period then ended; and

2) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

3) The financial statements and notes thereto are in accordance with international financial reporting standards issued by the International Accounting Standards Board.

4) This declaration has been made after reviewing the declarations required to be made to the Directors in accordance with section 295A of the Corporations Act 2001 for the financial period ended 30 June 2016.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

Daniel Smith

Non-Executive Director

Dated Perth 30 September 2016

Accountants | Business and Financial Advisers

INDEPENDENT AUDITOR'S REPORT

To the members of Taruga Gold Limited

Report on the Financial Report

We have audited the accompanying financial report of Taruga Gold Limited ("the company"), which comprises the consolidated statement of financial position as at 30 June 2016, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the Group entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: *Presentation of Financial Statements*, the consolidated financial statements comply with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

HLB Mann Judd (WA Partnership) ABN 22 193 232 714
Level 4, 130 Stirling Street Perth WA 6000. PO Box 8124 Perth BC 6849 Telephone +61 (08) 9227 7500. Fax +61 (08) 9227 7533.
Email: hlb@hlbwa.com.au. Website: http://www.hlb.com.au

Auditor's opinion

In our opinion:

(a) the financial report of Taruga Gold Limited is in accordance with the *Corporations Act 2001*, including:

 (i) giving a true and fair view of the Group's financial position as at 30 June 2016 and its performance for the year ended on that date; and

 (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and

(b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2016. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's opinion

In our opinion, the Remuneration Report of Taruga Gold Limited for the year ended 30 June 2016 complies with section 300A of the *Corporations Act 2001*.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Norman Glad

N G Neill
Partner

Perth, Western Australia
30 September 2016

ASX Additional Information

TARUGA GOLD

AND CONTROLLED ENTITIES

ANALYSIS OF SHAREHOLDING as at 29 September 2016

			Shareholders
1	-	1,000	183
1,001	-	5,000	105
5,001	-	10,000	42
10,001	-	100,000	95
100,001	-	or more	74
Total on Issue			499

The number of shareholdings held in less than marketable parcels is 351.

Voting Rights

Article 16 of the Constitution specifies that on a show of hands every member present in person, by attorney or by proxy shall have:

a) for every fully paid share held by him one vote
b) for every share which is not fully paid a fraction of the vote equal to the amount paid up on the share over the nominal value of the shares

Substantial Shareholders

The following substantial shareholders have notified the Company in accordance with Corporations Act 2001.

	Shares	**%**
Sunshore Holdings Pty Ltd	8,096,666	10.35
Roydon Nominees Pty Ltd	6,666,666	8.52
Two Tops Pty Ltd	5,000,000	6.39
Bernard Michael Aylward	4,698,586	6.01
Croesus Mining Pty Ltd	4,684,260	5.99
Talltree Holdings Pty Ltd	4,500,000	5.76

Directors' Shareholding

The interest of each director in the share capital of the Company is detailed at Note 17.

Securities Subject to Escrow

Nil.

TOP TWENTY SHAREHOLDERS

Rank	Holder Name	Securities	%
1	Sunshore Holdings Pty Ltd	8,096,666	10.35%
2	Roydon Nom Pty Ltd	6,666,666	8.52%
3	Two Tops Pty Ltd	5,000,000	6.39%
4	Bernard Michael Aylward	4,698,586	6.01%
5	Croesus Mining Pty Ltd	4,684,260	5.99%
6	Talltree Holdings Pty Ltd	4,500,000	5.76%
7	Ranchland Holdings Pty Ltd	3,333,333	4.26%
8	Scintilla Strategic Inv Ltd	2,000,000	2.56%
9	Tietto Minerals Pty Ltd	2,000,000	2.56%
10	Tiffany Bebb	1,666,667	2.13%
11	Oakhurst Entps Pty Ltd	1,666,667	2.13%
12	Della Maddalena Camillo	1,666,666	2.13%
13	Vinale Pty Ltd	1,666,666	2.13%
14	Scintilla Cap Pty Ltd	1,614,239	2.06%
15	Kf Props Pty Ltd	1,600,000	2.05%
16	Ascent Cap Holdings Pty Ltd	1,543,335	1.97%
17	David Michael Harper	1,122,445	1.44%
18	Riverview Corp Pty Ltd	1,100,000	1.41%
19	Minerva Corporate Pty Ltd	829,630	1.06%
20	Redstar Resources Ltd	800,000	1.02%
	Totals: Top 20 holders of ORDINARY FULLY PAID SHARES (TOTAL)	**56,255,826**	**71.93%**
	Total Remaining Holders Balance	**21,961,413**	**28.07%**

The name of the joint Company Secretaries are Daniel Smith and Sylvia Foong.

The address of the registered office is: Office J, Level 2, 1139 Hay Street, West Perth WA 6005.

Registers of securities are held Security Transfer Registrars Pty Ltd, 770 Canning Highway, Applecross WA 6153

Quotation has been granted for all the ordinary shares of the Company on the Australian Securities Exchange Ltd.

There are nil securities currently subject to escrow.

Unquoted Options over Un-issued Shares

1. 9,608,898 options exercisable at $0.15 on or before 31 May 2017
2. 2,090,001 options exercisable at $0.50 expiring 1 December 2016

Unquoted Equity Securities Holders with Greater than 20% of an Individual Class

As at 29 September 2016 the following classes of unquoted securities had holders with greater than 20% of the class on issue.

Options exercisable at $0.15 on or before 31 May 2017.

Percentage Held	Name	Number of Securities held
45.79%	Exploration Capital Partners 2000 Limited Partnership	4,444,445

Options exercisable at $0.50 expiring 1 December 2016.

Percentage Held	Name	Number of Securities held
23.92%	Tietto Minerals Pty Ltd	500,000

Granted tenements held directly by Taruga Gold or subsidiary company

Tenements	Held	Country
Kossa 1	100%	Niger
Kossa 2	100%	Niger
Kouriki	100%	Niger
Ounzerbe	100%	Niger
Mankono	100%	Cote d'Ivoire