

18 August 2016

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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") wishes to provide a corporate update on a number of matters concerning the Company.

WinterGarden Transaction

As previously advised, the Company gave notice to Jardin de Invierno SA, trading as WinterGarden Biosciences ("**WinterGarden**" or "**WG**"), that it wished to terminate the binding definitive agreement between the parties.

As no correspondence has been received by WinterGarden, in line with the termination clauses of the Definitive Agreement, the agreement has now terminated.

The Company is now pursuing recovery of the A\$212,000 required to be repaid to under the terms of the agreement.

Santa Fe Update

The Company has been advised by the Trustee to the Unsecured Creditor trust that it is in the process of commencing payment of monies (from the trust) to unsecured creditors.

The total amount to be paid is US\$500,000 on a pro-rata basis.

The Company understands the total unsecured creditor position to be approx. US\$10m, with the Company accounting for approx. US\$4.5m of that amount.

In addition, the Company holds 9,520,520 shares in SFEG which has recommenced trading on the OTCBB.

BOARD

David Tasker
Director

Jason Brewer
Director

COMPANY SECRETARY

Jason Brewer

REGISTERED OFFICE AND PRINCIPLE PLACE OF BUSINESS

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COMMUNICATION DETAILS

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AUSTRALIAN BUSINESS NUMBER

69 099 544 680

SHARE REGISTRY

ASX CODE
IGS

Acquisition of new asset

As previously advised, the Company has commenced discussions with a range of parties regarding the acquisition of mineral assets.

The Company is pleased to confirm that it is in final negotiations regarding the acquisition of a highly prospective minerals asset in Australia.

While the transaction remains confidential and negotiations incomplete, the Company remains confident of concluding a transaction in the near term.

Suspension timing and lodgement of financial accounts

The Board sought and was granted a trading halt on 15 March 2016 in respect to an update on the Wintergarden transaction, Santa Fe update and status of funding discussions.

Securities of the Company were suspended from official quotation on 16 March 2016 under Listing Rule 17.5 for failing to lodge its Half Yearly accounts (“Half Yearly”) under Listing Rule 4.2B by the due date.

On 17 March 2016 the Company, in an announcement to the ASX, noted that it was unable to lodge its “half yearly” because it was:

“awaiting finalisation of Chapter 11 Bankruptcy in the United States in respect of Santa Fe, as previously announced, that has only occurred in the past few days which has affected the finalisation of the half yearly accounts.”

And that it believed it would be in position to lodge its accounts:

“by early April however should resolution of this and other related funding matters then will be earlier.”

In light of the matters detailed above, and the resulting impact on the preparation and lodgement of the “half yearly”, the Company does not expect to be in a position to seek a lifting of the suspension until such time as the matters above are resolved and that the Company auditor is in a position to undertake and complete an audit of the Company’s accounts.

ENDS