

ASX RELEASE

26 October 2016

Annual Resource and Reserve Statement

In accordance with Listing Rule 5.21, Taruga Gold Limited (ASX:TAR) (“**Taruga**” or the “**Company**”) announces its annual resource and reserve statement. The following should be read in conjunction with the Company’s Annual Report, released 30 September 2016.

MINERAL RESOURCE SUMMARY AS AT 30 JUNE 2016

KOSSA PROJECT GOLD RESOURCES		INFERRED			TOTAL RESOURCES		
DEPOSIT	Cut-Off (g/t Au)	Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)	Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)
<i>Borobon Prospect</i>	0.5	2,700	1.3	112	2,700	1.3	112
TOTAL RESOURCES	0.5	2,700	1.3	112	2,700	1.3	112

- 1) the preliminary JORC compliant mineral resource estimate for the Borobon prospect has been completed and reported in accordance with the JORC 2012 code.
- 2) Refer to announcement made 15 March 2016 for full details of the preliminary JORC resource estimate for the Borobon prospect, including Table 1.

Taruga confirms that there hasn’t been any movement in the reported resources or reserves for the Company since the release of the preliminary resource estimate and 30 June 2016.

Governance Arrangements and Internal Controls

The Company has ensured that the mineral resource estimates quoted above are subject to governance arrangements and internal controls. A summary of these are outlined below.

The mineral resources at the Borobon prospect are reported in accordance with JORC 2012.

Audit of the estimation of mineral resources is addressed as part of the annual internal audit plan approved by the Board in its capacity as the Audit and Risk Committee. In addition to routine internal audit, the Board monitors the mineral resource status and approves the final outcome.

The annual mineral resource update is a prescribed activity within the annual corporate planning calendar that includes a schedule of regular executive engagement meetings to approve assumptions and guide the overall process.



The mineral resource estimation processes followed internally are well established and are subject to systematic internal and external peer review. Independent technical reviews and audits are undertaken on an as-needs basis as a product of risk assessment.

Dan Smith

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Competent person's statement

The information in this Announcement that relates to exploration results is based on information compiled by Mr Bernard Aylward. Mr Aylward is the Managing Director of Taruga Gold Limited and is a full-time employee of the Company. Mr Aylward is a member of The Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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 announcement of matters based on his information in the form and context it appears.