

DAVIS SAMUEL JUDGMENT

ASX ANNOUNCEMENT

5 AUGUST 2013

ASX CODE: TNG

REGISTERED OFFICE

TNG Limited
Level 1, 282 Rokeby Road
Subiaco, Western Australia 6008

T +61 8 9327 0900
F +61 8 9327 0901

W www.tngltd.com.au
E corporate@tngltd.com.au

ABN 12 000 817 023

DIRECTORS

Jianrong Xu
Paul Burton
Stuart Crow
Michael Evans
Rex Turkington
Wang Zhigang

COMPANY SECRETARY

Simon Robertson

PROJECTS

Mount Peake: Fe-V-Ti
Manbarrum: Zn-Pb-Ag
East Rover: Cu-Au
McArthur: Cu
Mount Hardy Cu-Au
Sandover Cu-Au

CONTACT DETAILS

Paul Burton | +61 8 9327 0900
Nicholas Read | +61 419 929 046
Simon Robertson | +61 8 9327 0900

The Supreme Court of the Australian Capital Territory delivered judgment on the Davis Samuel case on 1 August 2013.

TNG Limited (ASX: TNG) and its lawyers are considering the judgment (which runs to more than 500 pages) and the company's options.

TNG views the overall outcome of the judgment and the company's options as positive.

The Court gave judgment for the Commonwealth on its claims, including the claim against TNG in relation to the Kanowna Lights securities, but has given leave to both TNG and the Commonwealth to make further submissions on how the Commonwealth's election to recover funds from Mark Endresz impacts on the remedies available to the Commonwealth as against TNG. Subject to this, TNG may be required to deliver up the Kanowna Lights securities to the Commonwealth.

However, the Court gave judgment for TNG on its counterclaim against ten of the defendants and on TNG's third party notice to Peter John Clark for damages to be assessed.

In addition, the Court confirmed that TNG has an interest in funds and real property as a result of TNG paying over amounts as a consequence of various entities breaching fiduciary duties owed to TNG or assisting in those breaches.

The matter is next before the Court on 7 August 2013 for directions. Further details on this matter will be announced when additional material information becomes available.

Based on its legal advice, TNG considers its overall position in relation to the claim to have strengthened from that set out in section 2.1(a)(i) of the Prospectus dated 1 July 2013 (released to ASX on 2 July 2013).

The company announced on Friday 2 August 2013 that it was extending the SPP closing date until Friday 9 August 2013. This will give shareholders who have not yet accepted the offer further time to consider the offer in light of the removal of some of the uncertainties surrounding the Davis Samuel case.

Paul E Burton

Managing Director

Enquires:

Paul E Burton
Managing Director + 61 (0) 8 9327 0900

Nicholas Read
Read Corporate + 61 (0) 419 929 046