



RioZim Limited

(Incorporated in Zimbabwe on 29 August 1956
under registration number 607/56)

Head Office: RioZim Limited
1 Kenilworth Road, Highlands, Harare. P O Box CY 1243,
Causeway, or P O Box HG 900 Highlands, Harare, Zimbabwe
Telephone: 746141/9, 776085/91, 746089/95.

Directors : L P Chihota (Chairman), B Nkomo
(Chief Executive Officer-Acting)*, S R Beebeejaun, C Dengu,
K Matsheza, M T Sachak, I M Sharma, (Executive*)



FALCON GOLD ZIMBABWE LIMITED

(A public company incorporated in the Republic of Zimbabwe
under company registration number 303/89)

Head Office: Falcon Gold Zimbabwe Limited,
1st Floor KPMG Building, Tongogara Street, P.O.Box 4096,
Bulawayo, Zimbabwe, Phone+263 9 76826; Fax +263 9 64028.

Directors: I. Saunders*; Q. Nkomo*;
S. Nyabadza; J. Murehwa, (Executive*)

FURTHER TRANSACTION UPDATE

F/03547

Further to the Transaction Update published on 14 November 2016, RioZim Limited ("RioZim") and Falcon Gold Zimbabwe Limited ("Falgold") wish to update their valued Shareholders and other stakeholders of their progress in relation to the acquisition of 100% of Falgold's wholly owned subsidiary, Palatial Gold Investments (Private) Limited, by RioGold (Private) Limited, a wholly owned subsidiary of RioZim ("the Transaction").

Both companies are in the process of fulfilling the conditions precedent to the Transaction. The circulars for both companies will be made available in due course containing the finer details of the Transaction requiring Shareholder approval.

Shareholders and the public are therefore advised to continue to exercise caution and to consult their professional advisers when dealing in the shares of RioZim and Falgold.

By order of the Boards

RioZim Management Services (Private) Limited
Secretaries for RioZim Limited
Per B Nkomo

Per Qubeka Nkomo
Company Secretary
Falcon Gold Zimbabwe
Limited

5 December 2016