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GRAND T G GOLD HOLDINGS LIMITED

大唐潼金控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8299)

CONSTRUCTION OF A NEW GOLD PRODUCTION PLANT

The Board is pleased to announce that the construction of a new gold production plant has commenced with new cyanidation, smelting and separation facilities to be installed. Upon completion, the Group's gold production capacity will be increased by 1,000 tonnes of ore per day. In addition, gold bars will be produced and other valuable minerals will also be recovered from the process. Sale of these valuable minerals recovered will provide additional revenue to the Group.

The Group will also step up exploration and development in and around its existing operations, and targets to increase its gold reserve and resources by 10 tonnes through its exploration program and introduce deep level exploration in 2010. The Group will also continue to seek further growth opportunities via consolidation and acquisition of gold mines and resources surrounding its existing gold properties in China.

CONSTRUCTION OF A NEW GOLD PRODUCTION PLANT

The board of directors (the "Board") of Grand T G Gold Holdings Limited (the "Company") is pleased to announce that the construction of a new gold production plant has commenced with new cyanidation, smelting and separation facilities to be installed. The construction of the new gold production plant is a key project in the area where the gold mines of the Company and its subsidiaries (collectively, the "Group") are situated and has received the wholehearted support from the local governments. Upon completion, the gold production capacity of the Group will be increased by 1,000 tonnes of ore per day, thereby the Group's total annual production capacity will be increased to approximately 500,000 tonnes of ore (equivalent to approximately 3 tonnes of gold per annum) with production cost which is highly competitive and below the market average. In addition, gold bars will be produced and other valuable minerals, including lead and copper, will also be recovered from the process. Sale of these valuable minerals recovered will provide additional revenue to the Group.

As mentioned in the Company's announcement dated 7 September 2009, the Group's total gold reserve and resources in China has increased by approximately 6.6 tonnes to approximately 41 tonnes, representing an increase of 19.27%, as a result of the exploration program as confirmed by SRK Consulting China Limited, an independent technical advisor of international repute. The preliminary results of a further stage of exploration program have also revealed the discovery of

additional gold resources of approximately 6 tonnes subject to final testing. These gold reserve and resources will provide a steady supply of ores for the new gold production plant.

As disclosed in the Company's third quarterly report for the nine months ended 31 December 2009, the Company would focus on consolidating the operational gain made so far and, among others, aimed to build momentum in its gold mining in China by increasing its gold production capacity in 2010 as target completion time frame. The Company plans to invest a total of approximately RMB65 million and targets to complete the construction of the new gold production plant in the third quarter of 2010. The new plant will also produce gold bars and has the capacity to recover up to approximately 15,000 tonnes of lead and 30,000 tonnes of copper per annum. In addition, the Group will step up exploration and development in and around its existing operations, and targets to increase its gold reserve and resources by 10 tonnes through its exploration program and introduce deep level exploration in 2010. The Group will also continue to seek further growth opportunities via consolidation and acquisition of gold mines and resources surrounding its existing gold properties in China. The Group will finance the investment by its internal resources, borrowings from financial institutes and/or other fund raising exercises.

GENERAL

This announcement is made pursuant to the general disclosure obligation under Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited.

By Order of the Board
GRAND T G GOLD HOLDINGS LIMITED
Lee Sing Leung, Robin
Chief Executive Officer and Executive Director

Hong Kong, 1 April 2010

As at the date of this announcement, the executive directors of the Company are Mr. Lee Shing, Mr. Lee Sing Leung, Robin, Ms. Kwok Tai Pan and the independent non-executive directors of the Company are Mr. Orr Joseph Wai Shing, Mr. Jiao Zhi and Dr. Cheung Wai Bun, Charles J.P..

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with The Rules Governing the Listing of Securities on the Growth Enterprise Market ("GEM") of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company.

The directors of the Company, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for at least seven days from the date of its publication and on the website of the Company at <http://www.aplushk.com/clients/8299GrandTG/>

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