

20 May 2016

FOR IMMEDIATE RELEASE

ANNOUNCEMENT BY NEW TALISMAN GOLD MINES LIMITED [ASX, NZSX: NTL]

Preliminary Announcement – Full Year Results

	Current Reporting Period 31 March 2016 (12 months)	Previous Reporting Period 31 March 2015 (12 months)	Change %
	\$	\$	
Revenue for ordinary activities	9,507	141,216	- 93%
Loss from ordinary activities after tax attributable to members of the listed issuer	1,047,293	512,933	-104%

No dividend attributed to this period.

Tenement expenditure for the reporting period was \$380,768 compared to \$686,247 in the previous reporting period. Exploration expenditure of \$6,432 was written off during the current reporting period (last year \$357,653).

At the end of the year the Company had a cash balance of \$456,181.

HIGHLIGHTS OF THE YEAR

- Traffic Management Plan lodged and approved in principal
- Authority to enter and operate at Talisman mine renewed
- Heads of agreement signed with Newcrest over Rahu
- Sale of BPL shares providing a total of \$341,470 to the company
- Judicial review discontinued – Plaintiffs accept effects no more than minor
- Discussions advanced with major Chinese industrial group Amer International

PROJECTS

The quarterly activities report lodged with the exchanges on 29th April and the recent rights issue offer document provides investors with the latest update on the company's activities on its projects. The company will update in the Annual Report any further activities.

Asset Values

During the year the macro environment for the company primary project changed for the positive with Gold reaching nearly 2000 NZD per ounce. In addition to this the Traffic Management plan approval provided the basis for an improvement in the value of the Talisman asset which directors have conservatively decided to maintain on the books at a value close to 50% lower than an independent valuation provided around this time last year. The directors considered whether there were any indications of impairment and concluded there was none.

At the time the directors reviewed the asset values Rahu was under a non-binding heads of agreement but further negotiations were underway with Newcrest regarding finalising the heads of agreement. Directors decided to maintain Rahu at the same value as provided for in last year's accounts and the final carrying values will be confirmed after negotiations with Newcrest are complete.

Consolidated Statement of Comprehensive Income

	Reporting Period 31 March 2016	Previous Reporting Period 31 March 2015
	\$	\$
Revenue	9,507	488,466
Total revenue	9,507	488,466
Audit fees	30,645	23,700
Depreciation	2,704	2,789
Director fees	65,000	81,250
Foreign exchange loss/(gain)	(7,724)	2,414
Share revaluation loss	179,519	60,680
Rent and leasing	16,652	13,644
Operating expenses	763,572	459,269
Total operating expenses	1,050,368	643,746
Loss from operations	1,040,861	155,280
Exploration Costs written off	6,432	357,653
Net deficit attributable to members	1,047,293	512,933
Earnings per share		
Basic earnings/(loss) per share	(0.13) cents	(0.08) cents
Diluted earnings/(loss) per share	(0.11) cents	(0.06) cents

Consolidated Statement of Financial Position

	Reporting Period 31 March 2016	Reporting Period 31 March 2015
	\$	\$
Cash	456,181	584,729
Receivables and prepayments	40,390	85,932
Advances to related parties	-	-
Current assets	496,571	670,661
Property, plant & equipment	2,625	5,330
Assets Under Construction	7,956,694	7,615,280
Intangible assets (prospecting expenditure)	1,795,867	1,754,015
Investments	201,648	883,779
Non-current assets	9,956,834	10,258,404
Total assets	10,453,405	10,929,065
Payables	81,946	132,233
Employee entitlements	22,506	15,583
Total Current liabilities	104,452	147,816
Provision For Closure and Rehabilitation	666,023	666,023
Total Term Liabilities	666,023	666,023
Total liabilities	770,475	813,839

Capital	28,791,926	28,176,928
Reserves	335,341	335,341
Retained profit/(loss)	(19,444,336)	(18,397,043)
Total equity	9,682,931	10,115,226
Total Equity and Liabilities	10,453,406	10,929,065
Net tangible assets per security		
Net tangible assets	7,887,064	8,361,211
Net tangible assets per security	0.96 cent	1.26 cent

Consolidated Statement of Cash Flows

	Reporting Period 31 March 2016	Reporting Period 31 March 2015
	\$	\$
Cash flows relating to operating activities		
Cash inflows	35,243	115,368
Cash outflows	(1,102,783)	(580,353)
Net operating cash flows	(1,067,540)	(464,985)
Cash flows relating to investing activities		
Cash inflows	341,470	577
Cash outflows	Nil	(690,802)
Net investing cash flows	341,470	(690,225)
Cash flows relating to financial activities		
Cash inflows	589,998	1,443,290
Cash outflows	Nil	(35,682)
Net financing cash flows	589,998	1,407,608
Net increase/(decrease) in cash held	(136,072)	252,398
Cash at beginning of period	584,529	334,745
Exchange rate gain/(loss)	7,724	(2,414)
Cash at end of period	456,181	584,729

Consolidated Statement of Changes in Equity

	Reporting Period 31 March 2016	Reporting Period 31 March 2015
	\$	\$
Equity at start of period	10,115,226	9,184,869
Net loss	(1,047,293)	(512,933)
Shares issued	614,998	1,443,290
Equity at end of period	9,682,931	10,115,226

These annual financial statements are subject to completion of the audit.

No dividends or distributions were paid or are planned.

All statements are prepared in accordance with New Zealand equivalents to International Financial Reporting Standards.

There are no accounting policies which the directors believe are critical to the portrayal of New Talisman's financial condition and results which require the directors to make judgements and estimates about matters that are inherently uncertain.

All accounting policies have been applied on bases consistent with those used in previous years.

About New Talisman Gold Mines Ltd

New Talisman Gold is a dual listed (NZX & ASX: NTL) leading New Zealand minerals development company with approximately 2,000 shareholders who are mainly from Australia and New Zealand.

The company's flagship asset the Talisman mine holds a JORC compliant mineral resource, a JORC compliant reserve and has been granted resource consents and access arrangements for the initial phase of the project. The company is currently initiating bulk sampling at Talisman and continues to advance the development of the mine. New Talisman's wholly owned subsidiary Coromandel Gold Limited holds a portfolio of highly prospective mineral interests and gold properties in the Hauraki District of New Zealand. New Talisman owns 6,997,483 shares in Broken Hill Prospecting Limited, which holds a significant cobalt project at Thackaringa, about 25 kilometres south-west of Broken Hill in Australia and a heavy mineral sands exploration portfolio. BPL is listed on the ASX (Code: BPL).

More about New Talisman Gold at www.newtalisman.co.nz