



11 September 2018

ASX RELEASE

REPAYMENT OF CONVERTIBLE NOTE

KalNorth Gold Mines Limited (ASX: KGM) ("KalNorth" or the "Company") refers to its Convertible Note Facility Agreement ("CNFA") with Cross-Straits Common Development Fund Co., Limited ("Cross Strait"), which expired on 30 April 2018.

The Company advises that the CNFA drawn down amount of \$1.3 million as well as accrued interest has been fully repaid by the Company from existing cash reserves.

A handwritten signature in black ink, appearing to read "Jiajun Hu", is positioned above the printed name and title.

Jiajun Hu
Executive Chairman