NEW GUINEA GOLD Corporation

Web Site: www.newguineagold.ca

NEW GUINEA GOLD COMMENCES JUDICIAL REVIEW PROCEEDINGS FOLLOWING REFUSAL OF ITS MINING LEASE RENEWAL BY MINING MINISTER

Vancouver, BC – December 14, 2016 - New Guinea Gold Corporation ("NGG" or the "Company") wishes to provide the following update on its current situation.

Court Proceedings & Decision of the Minister for Mining to Refuse Renewals.

After awaiting 16 months of indecision by the Minister on NGG's Mining Lease renewal application, the Company was informed on November 17, 2016 that its ML 122 and EL 1140 applications (the "**Applications**") were refused by the Minister for Mining on November 15, 2016 because the reconsideration of NGG's application for extension of its leases was ordered by an earlier National Court judgment on November 27, 2013 (the "**Court Order**"), the long delay in a decision has further compounded NGG's financial losses and damages to the Company's financial position and denied the Company access to its statutory rights under the Papua New Guinea Mining Act. The Chairman and a Director of the Company have tried on many occasions to meet with the Minister over the last 16 months without success. So delinquent has the Minister been in exercising his statutory duty that the Company was forced to reinforce the Court Order by way of a Mandamus Application in the National Court of Papua New Guinea compelling the Minister to make his decision.

The Company is aggrieved by the Minister's decision to refuse renewals and has immediately commenced judicial review proceedings against the decision of the Minister in the National Court of Papua New Guinea. The Company believes the Minister has not fully considered the option currently placed before him by the Company. NGG has the written support of the East New Britain Provincial Government through its business arm, East New Britain Development Corporation and the Sinivit Landowners and believes the Applications should have been renewed to the Company.

The Company has instructed legal counsel to also prepare litigation proceedings against the Minister for Mining while awaiting outcome of the judicial review proceedings.

We remain committed to exploring all options for the orderly stewardship of the Sinivit Mine with the Papua New Guinea Government.

ON BEHALF OF THE BOARD

Ces E. Iewago
Chairman

For further information, please contact info@newguineagold.ca, or access our website – www.newguineagold.ca.