MARKET RELEASE

3 May 2016

Chalice Gold Mines Limited

TRADING HALT

The securities of Chalice Gold Mines Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Thursday 5 May 2016 or when the announcement is released to the market.

Security Code: CHN

Jill Hewitt

SENIOR ADVISER, LISTINGS COMPLIANCE (PERTH)

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3 May 2016

Mauro Piccini
Australian Securities Exchange
Level 40 Central Park
152-158 St Georges Terrace
Perth WA 6000

Dear Mauro

Chalice Gold Mines Limited requests a trading halt in its securities pending the release of an announcement in relation to the sale of the Cameron Gold Project in Ontario, Canada.

We anticipate being in a position to make an announcement prior to commencement of trading on Wednesday 4 May 2016.

We are not aware of any reason why the trading halt should not be granted.

Regards

LEANNE STEVENS
Company Secretary