

Kalimantan Gold Corporation Limited

For Immediate Release
August 28, 2009
Vancouver, British Columbia

TSX Venture Exchange
and AIM
Symbol: "KLG"

KALIMANTAN'S HALF-YEAR 2009 RESULTS

Attached are the Consolidated Balance Sheets, Consolidated Statements of Operations and Deficit, and Consolidated Statements of Cash Flows (unaudited – prepared by management) of Kalimantan Gold Corporation Limited (the "Company") for the half year ended June 30, 2009. The Half-Year Report is available for viewing on www.sedar.com or www.kalimantan.com.

Commenting on the company's progress, CEO Rahman Connelly said, "our near term focus has been on attracting a well credentialed funding and offtake partner to the IBP coal project. There is extensive interest in IBP from within Indonesia and abroad but, being a large project with a significant potential resource base, it's taking time to conclude a deal satisfactory to all parties, but I remain confident we will do so. Regarding our KSK copper project, a major mining company is currently undertaking a detailed technical assessment as a possible step towards a joint venture. A major company also recently undertook extensive desk and field due diligence on our Jelai gold project but subsequently offered inadequate joint venture terms and therefore our current preferred route is to progress this project alone by initially developing a small scale mine, for which purpose we are considering various financing alternatives."

For further information please visit www.kalimantan.com or contact:

Rahman Connelly
Chief Executive Officer
+61 418116955

Gerald Cheyne
Corporate Development
+44 (0) 207 731 1806

Nick Cottam
Public Relations
+ 44 (0) 1394 384115

Alexander David Securities Limited
Jon Levinson/ Nick Bealer
+44 (0) 20 7448 9826

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

RFC Corporate Finance Ltd acts as KLG's Nominated Adviser for the purposes of its AIM listing, contact Stuart Laing, ph: +618 9480 2506 or email: stuartl@rfc.com.au.

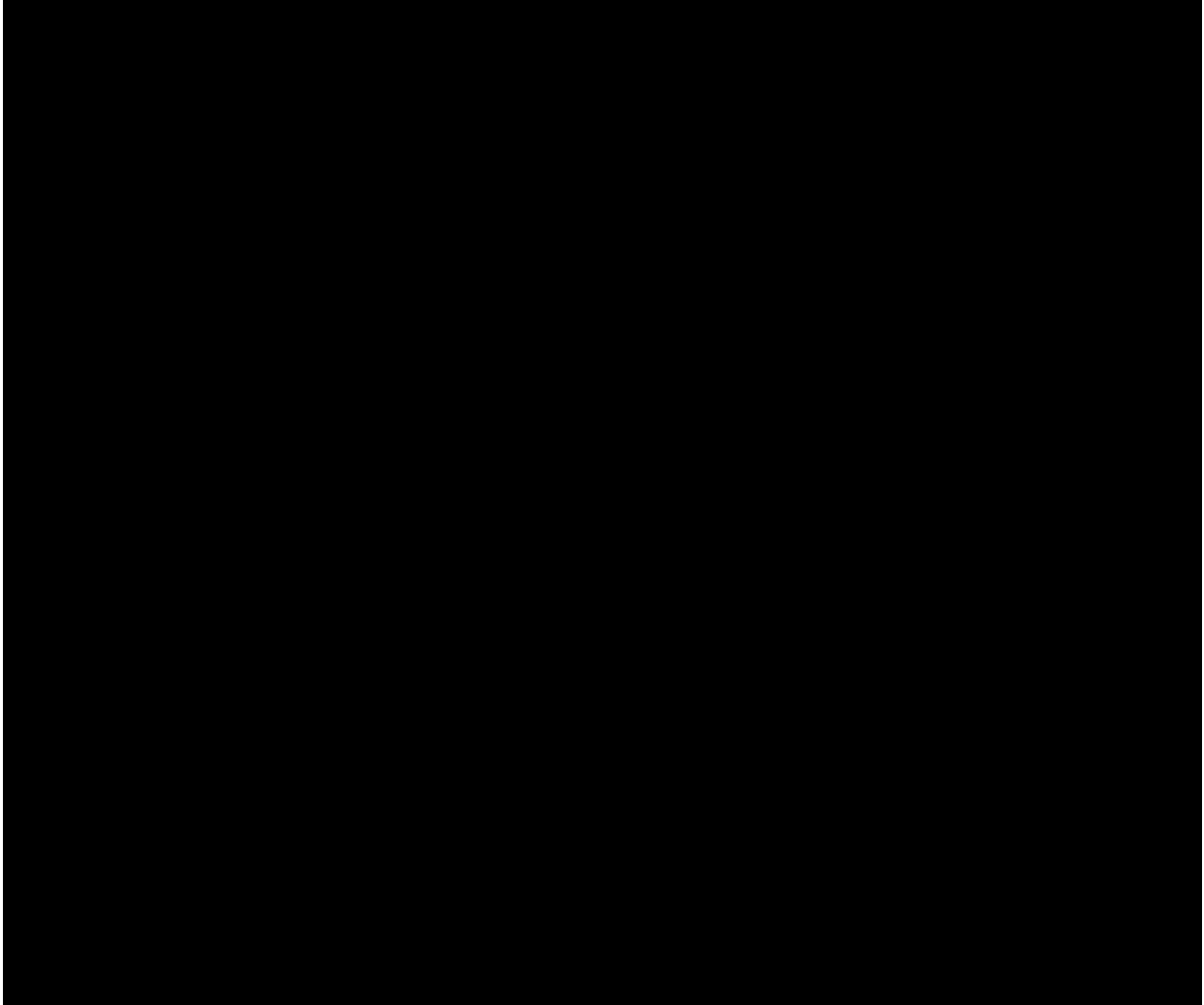
KALIMANTAN GOLD CORPORATION LIMITED

See Nature of Operations – Note 1

CONSOLIDATED INTERIM BALANCE SHEETS

(a development stage company)

(In United States Dollars)



Approved by the Board of Directors

/s/ Murray Clapham
Murray Clapham

/s/ Rahman Connelly
Rahman Connelly

The accompanying notes form an integral part of the consolidated financial statements

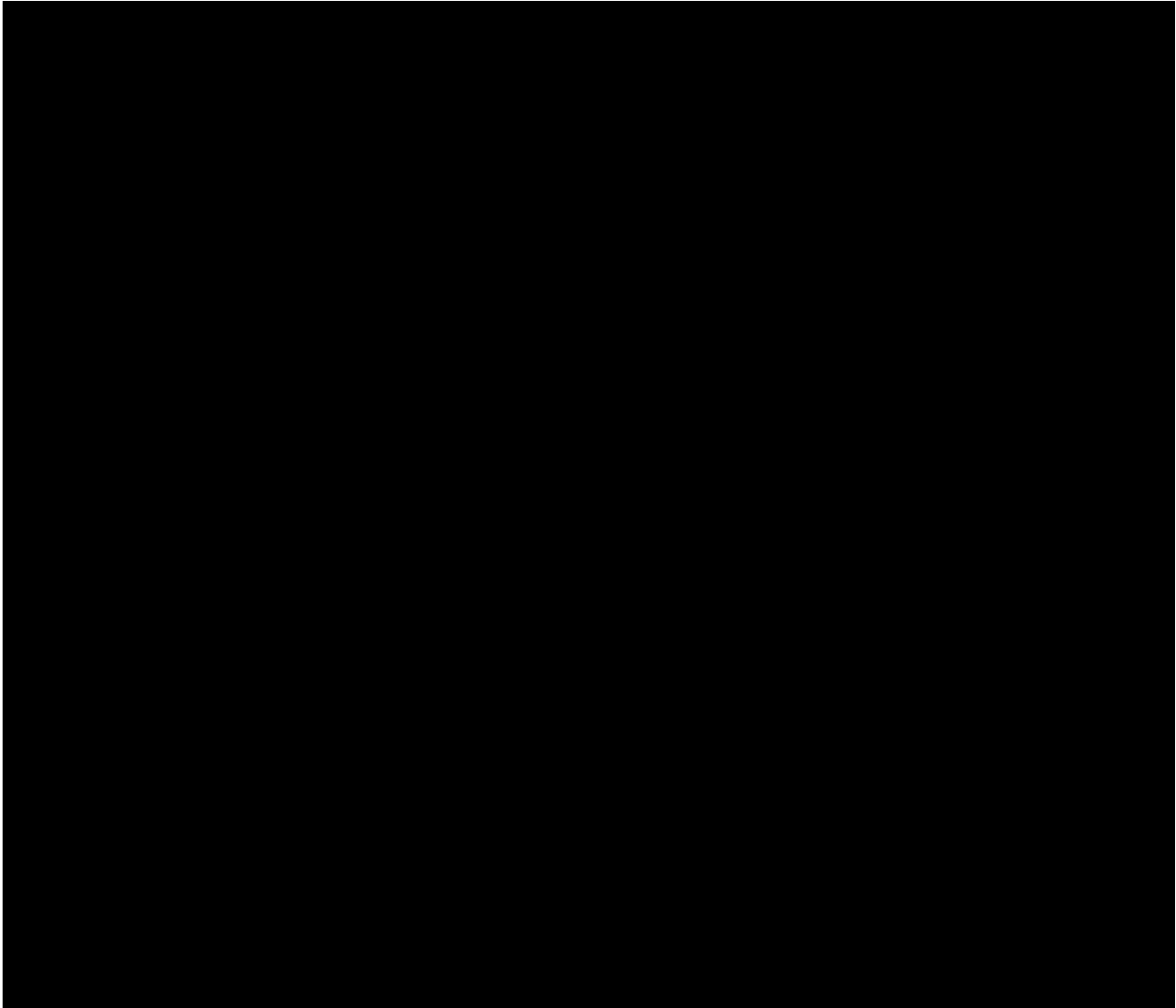
KALIMANTAN GOLD CORPORATION LIMITED

See Nature of Operations – Note 1

INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS, COMPREHENSIVE LOSS AND DEFICIT

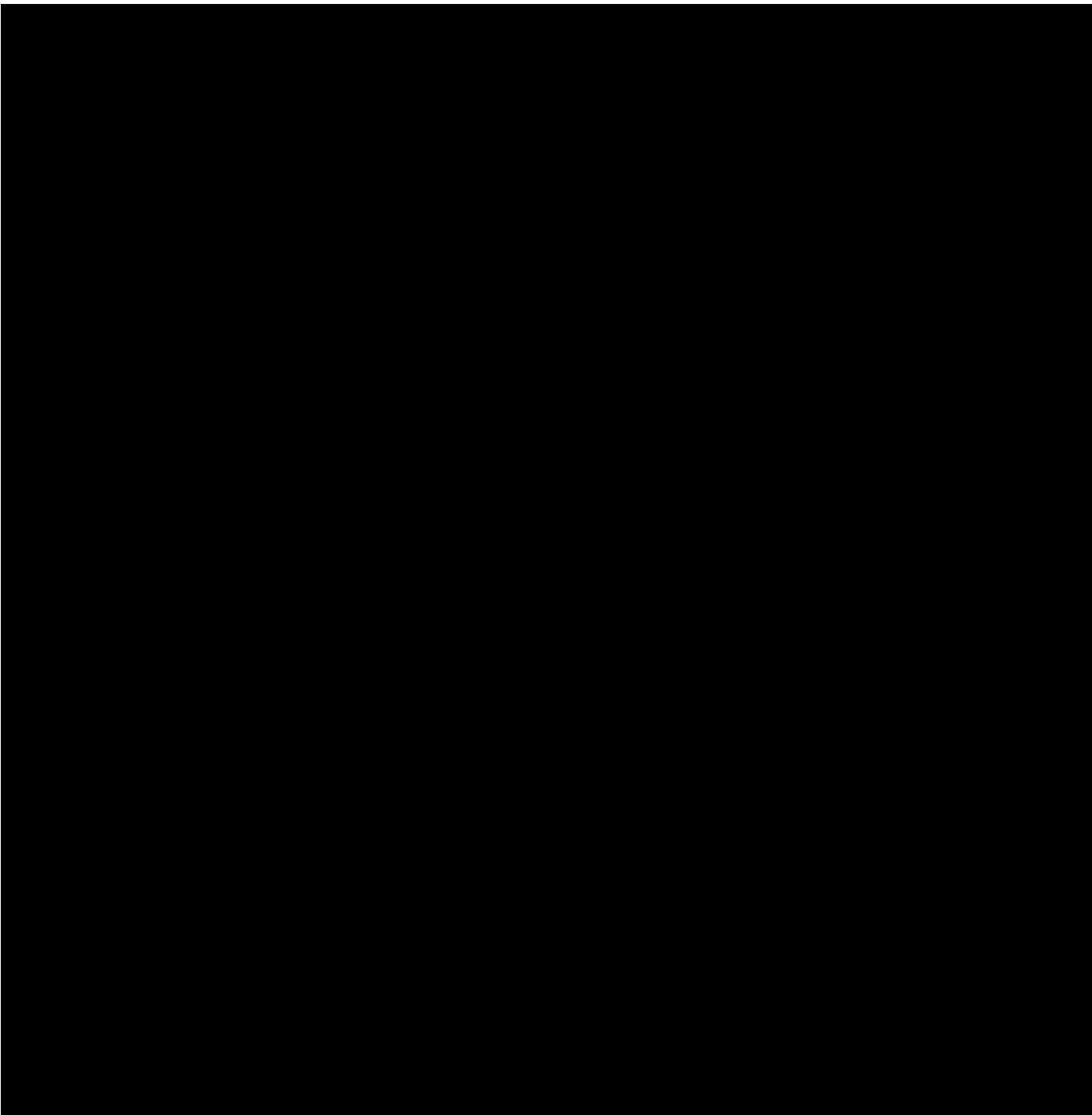
(a development stage company)

(In United States Dollars)



The accompanying notes form an integral part of the consolidated financial statements

KALIMANTAN GOLD CORPORATION LIMITED
See Nature of Operations – Note 1
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(a development stage company)
(In United States Dollars)



The accompanying notes form an integral part of the consolidated financial statements