



An Exploration Story

European Gold Forum - Zurich 2011



Cautionary Statement

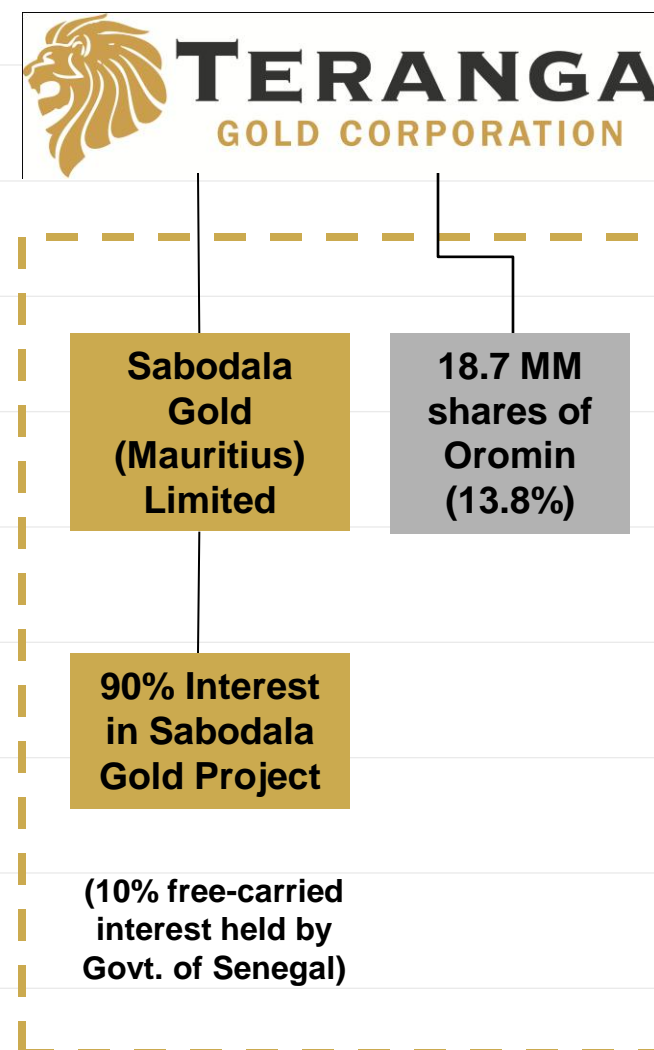
This presentation contains forward looking information, within the meaning of applicable Canadian securities legislation, and forward looking statements, within the meaning of applicable United States securities legislation, which reflects management's expectations regarding Teranga Gold Corporation's ("Teranga" or the "Company") future growth, results of operations (including, without limitation, future production and capital expenditures), performance (both operational and financial) and business prospects (including the timing and development of new deposits and the success of exploration activities) and opportunities. Wherever possible, words such as "plans", "expects", "does not expect", "budget", "scheduled", "estimates", "forecasts", "anticipate" or "does not anticipate", "believe", "intend" and similar expressions or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved, have been used to identify such forward looking information. Although the forward looking information contained in this presentation reflect management's current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, Teranga cannot be certain that actual results will be consistent with such forward looking information. A number of factors could cause actual results, performance or achievements to differ materially from the results expressed or implied in the forward looking information, including those listed in the "Risk Factors" section of the prospectus of Teranga, dated November 11, 2010 (the "Prospectus"). These factors should be considered carefully and prospective investors should not place undue reliance on the forward looking information. Forward looking information necessarily involves significant known and unknown risks, assumptions and uncertainties that may cause Teranga's actual results, performance, prospects and opportunities in future periods to differ materially from those expressed or implied by such forward looking information. Although Teranga has attempted to identify important risks and factors that could cause actual actions, events or results to differ materially from those described in the forward looking information, there may be other factors and risks that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that the forward looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, prospective investors should not place undue reliance on such forward looking information. The forward looking information is stated as of the date of the Prospectus and, except as required under applicable laws, Teranga assumes no obligation to update or revise such information to reflect new events or circumstances.

Forward looking information and other information contained herein concerning mineral exploration and management's general expectations concerning the mineral exploration industry are based on estimates prepared by management using data from publicly available industry sources as well as from market research and industry analysis and on assumptions based on data and knowledge of this industry which management believes to be reasonable. However, this data is inherently imprecise, although generally indicative of relative market positions, market shares and performance characteristics. While management is not aware of any misstatements regarding any industry data presented herein, mineral exploration involves risks and uncertainties and industry data is subject to change based on various factors.

In addition, please note that statements relating to "reserves" or "resources" are deemed to be forward looking information as they involve the implied assessment, based on certain estimates and assumptions, that the resources and reserves described can be profitably mined in the future.

Capitalization Summary

Ticker symbol:	TGZ: TSX/ASX
Shares outstanding ⁽¹⁾:	245.6 million
Stock options outstanding:	13.8 million
IPO share price:	C\$3.00
Market capitalization:	C\$737 million
Average weekly trading vol:	Approx 6 million shares
Cash position⁽²⁾:	US\$82.8 million
Debt position ⁽²⁾⁽³⁾:	US\$23.6 million
Net cash position ⁽²⁾:	US\$59.2 million



(1) As part of the demerger Mineral Deposits Ltd. retained 40 million TGZ shares and received C\$50 million from the IPO proceeds.

(2) As at Dec. 31, 2010

(3) US\$23.6 MM drawn under the mining fleet finance lease facility with Societe Generale.



Sabodala Gold (Senegal)

- Sabodala is the first large scale gold mine in Senegal
 - 2.25 MM oz M+I resources⁽¹⁾
 - 1,488 km² land package
- Senegal
 - Mining Code passed in November 2003
 - Successful democracy
 - Stable political environment
 - Estimated population of 13.7 million
 - Mining friendly regime
 - Government holds 10% free-carried interest in Sabodala and 3% royalty
 - Tax-free holiday that ends May 2015



(1) 52.6 MM tonnes at 1.33 g/t Au, as outlined in the technical report entitled “Sabodala Gold Project, Senegal, West Africa. Technical Report for Teranga Gold Corporation”, dated September 27, 2010 and amended on October 7, 2010 and November 1, 2010 (the “Sabodala Technical Report”)

Sabodala Gold Operations

- First gold pour in March 2009
 - Approx. cost of mill \$330M
- Planned mill expansion from 2 MM tpa to ~4 MM tpa
 - ~130,000 oz Au production (FY2011E) ⁽¹⁾ expanding to ~200,000+ oz Au
 - Expected to be completed early 2012 at a cost of US\$56 MM
- Well developed infrastructure
 - Located 650 km east of the capital Dakar and 96 km north of the town Kedougou
 - 30 MW heavy fuel oil power plant located on site
 - Auxiliary water source

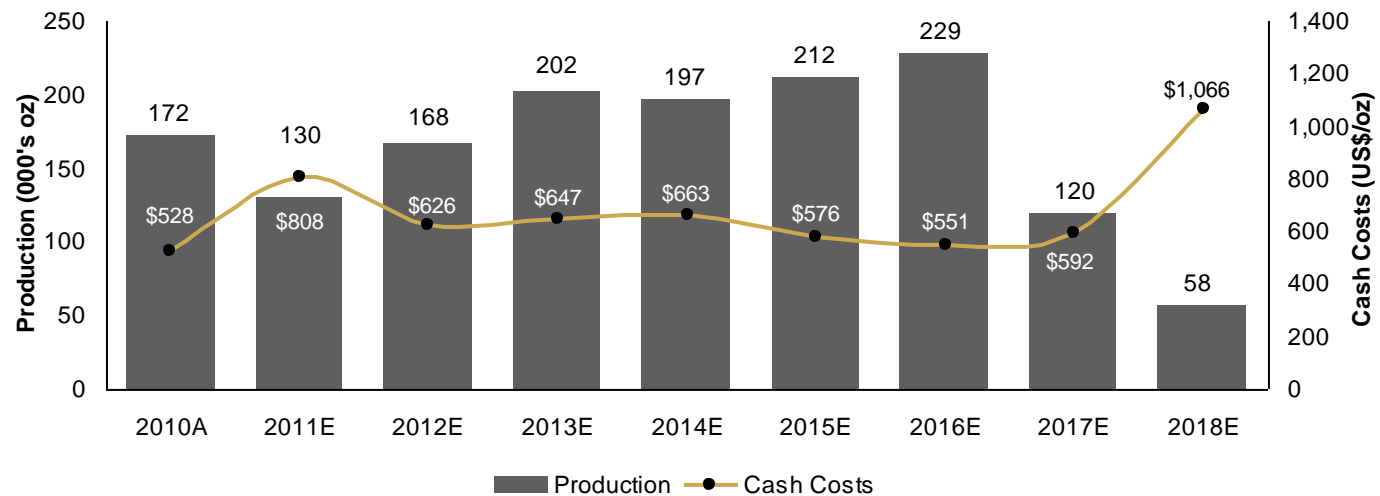


(1) Teranga is on a June 30th fiscal year-end

Sabodala Gold Production/Financial Forecast



Production Forecast (June 30 Fiscal Year-Ends)⁽¹⁾⁽²⁾

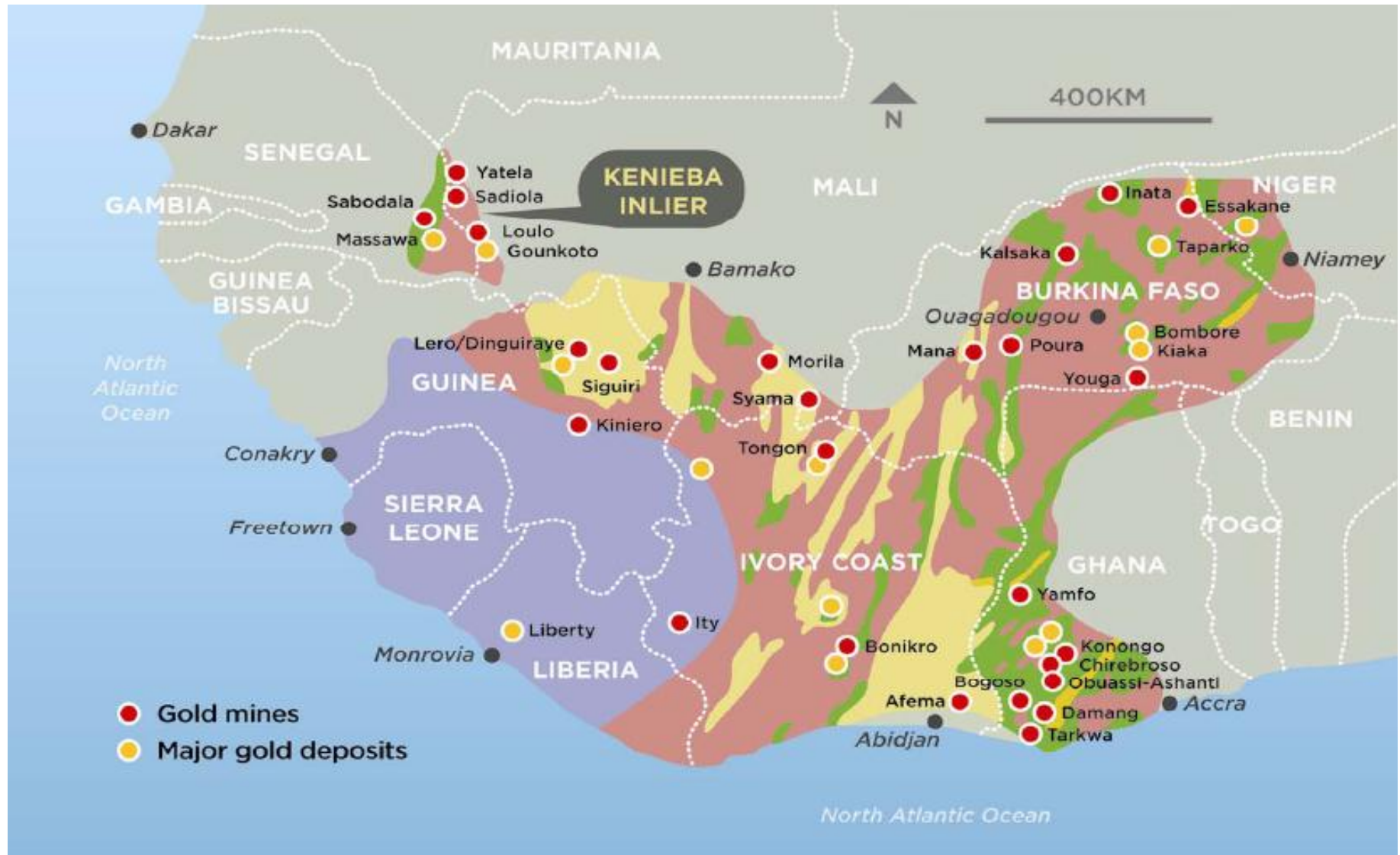


- Cash Costs spike in FY2011 as the strip ratio hits 8.9 then drops to 4.0 in FY2012 (LOM average of 4.9)

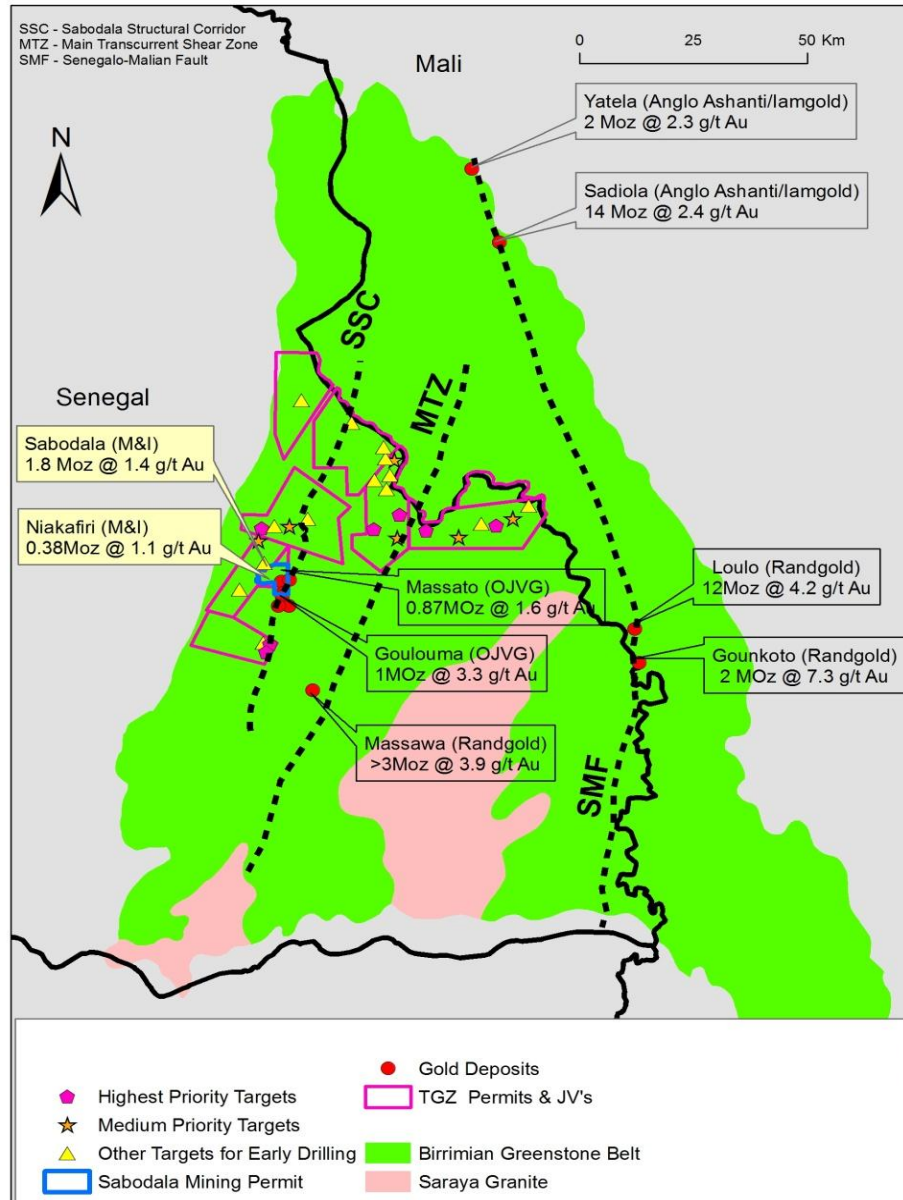
(1) See the Sabodala Technical Report

(2) See Appendix for full detail

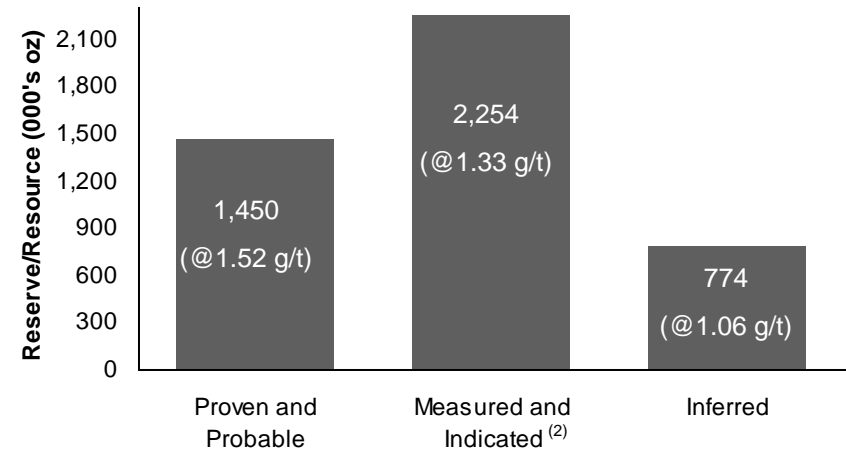
West Africa: Prolific, Under Explored Gold Belt



Kedougou-Kenieba Inlier – A Birimian Greenstone Belt



Gold Reserves and Resources⁽¹⁾



(1) See the Sabodala Technical Report
 (2) M+I resources are inclusive of reserves

Sabodala Exploration Program

Exploration Program (to Sept. 30, 2011)

Mine Concession Exploration:

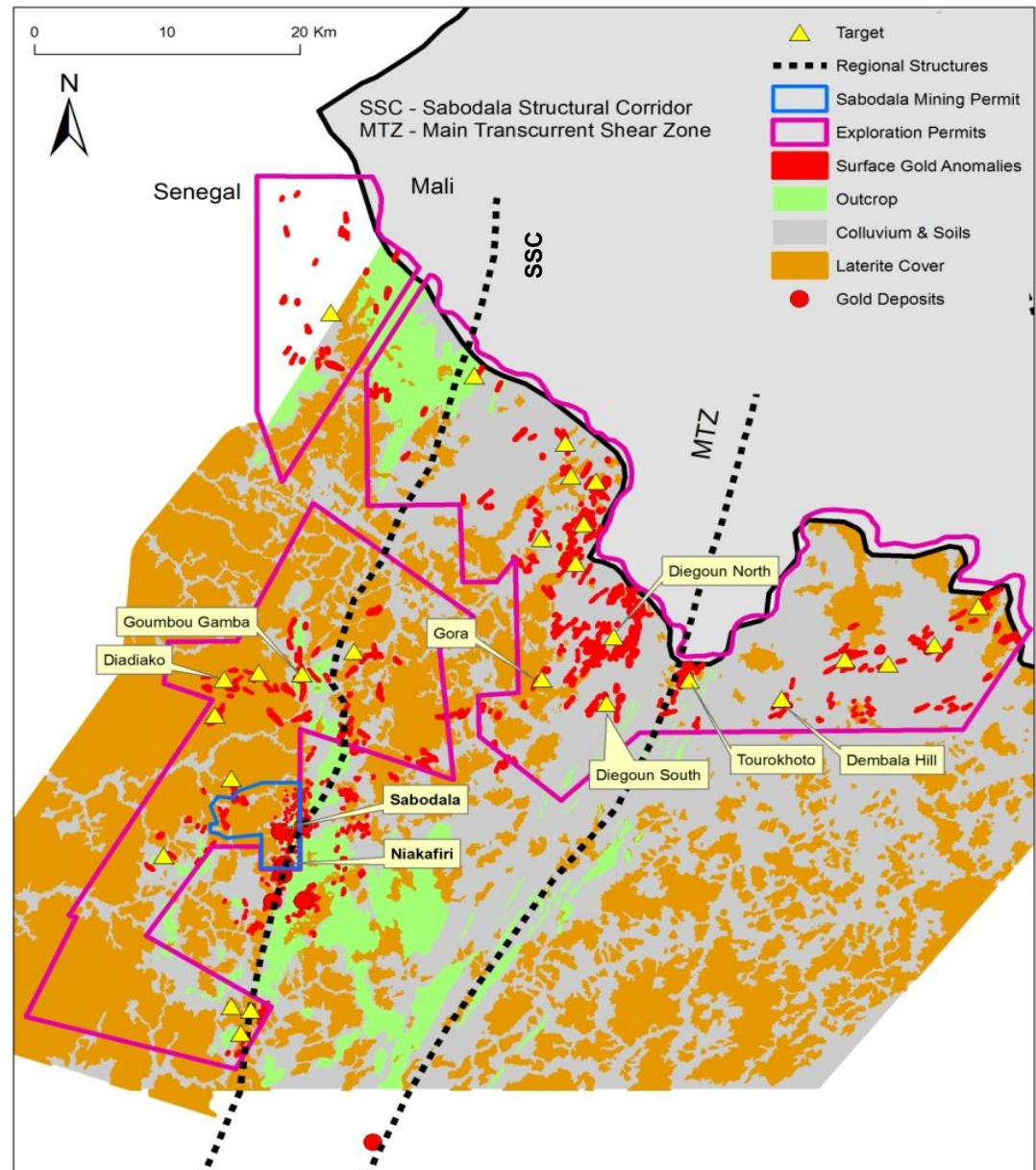
\$5.5 MM (41,000 m)

Regional Exploration:

\$13.5 MM (67,000 m)

TOTAL: US\$19 MM (108,000 m)

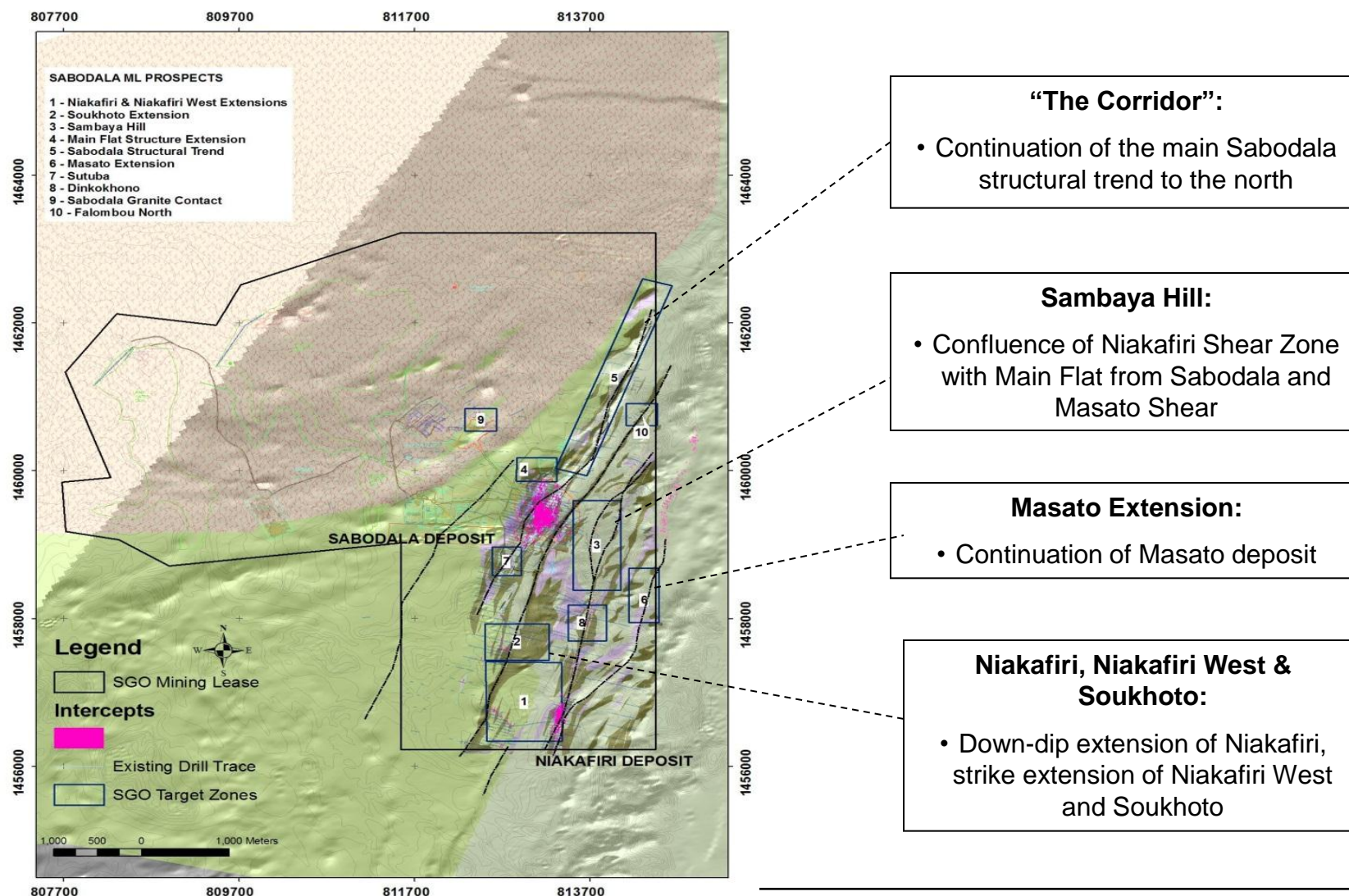
2011 Total Exploration Budget US\$25MM⁽¹⁾



⁽¹⁾ For Calendar 2011

Sabodala Gold Mining Concession Exploration

- A 41,000 m drilling program (US\$5.5 MM) is underway on the Sabodala mining concession⁽¹⁾
- 10 targets identified for follow up



(1) to be completed by June 30, 2011

Sabodala Regional Exploration

- From 2007 – 2009, no significant drilling was done on the 1,455 km² regional exploration concessions due to cash constraints
- There are 27 drill targets identified and a 67,000 m drilling program (US\$13.5 MM) currently planned (through Sept. 30, 2011)

Gora Target:

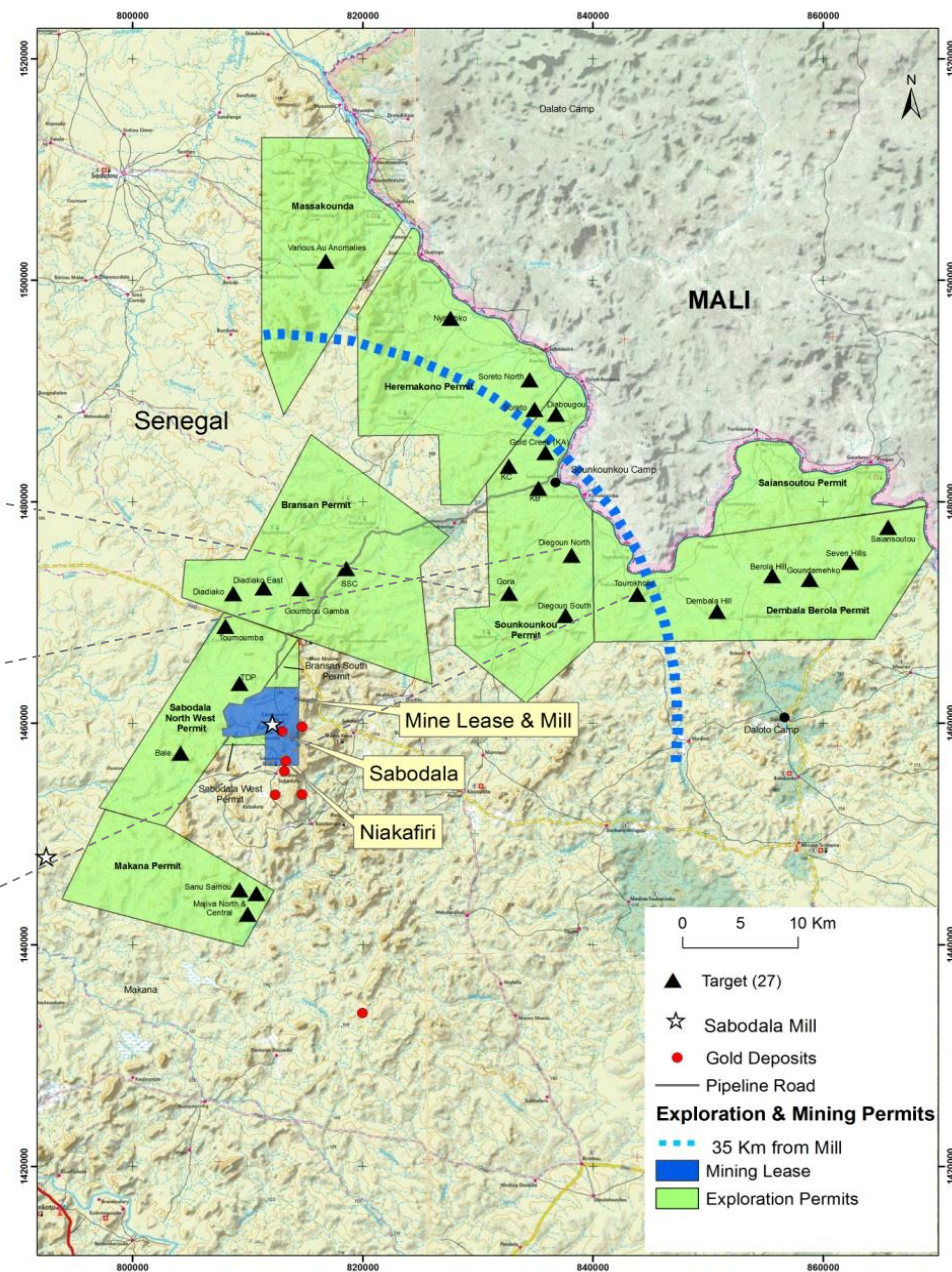
- Multiple lode system
- Multiple veins
- 7 m @ 32 g/t

Diegoun Target (“The Donut”):

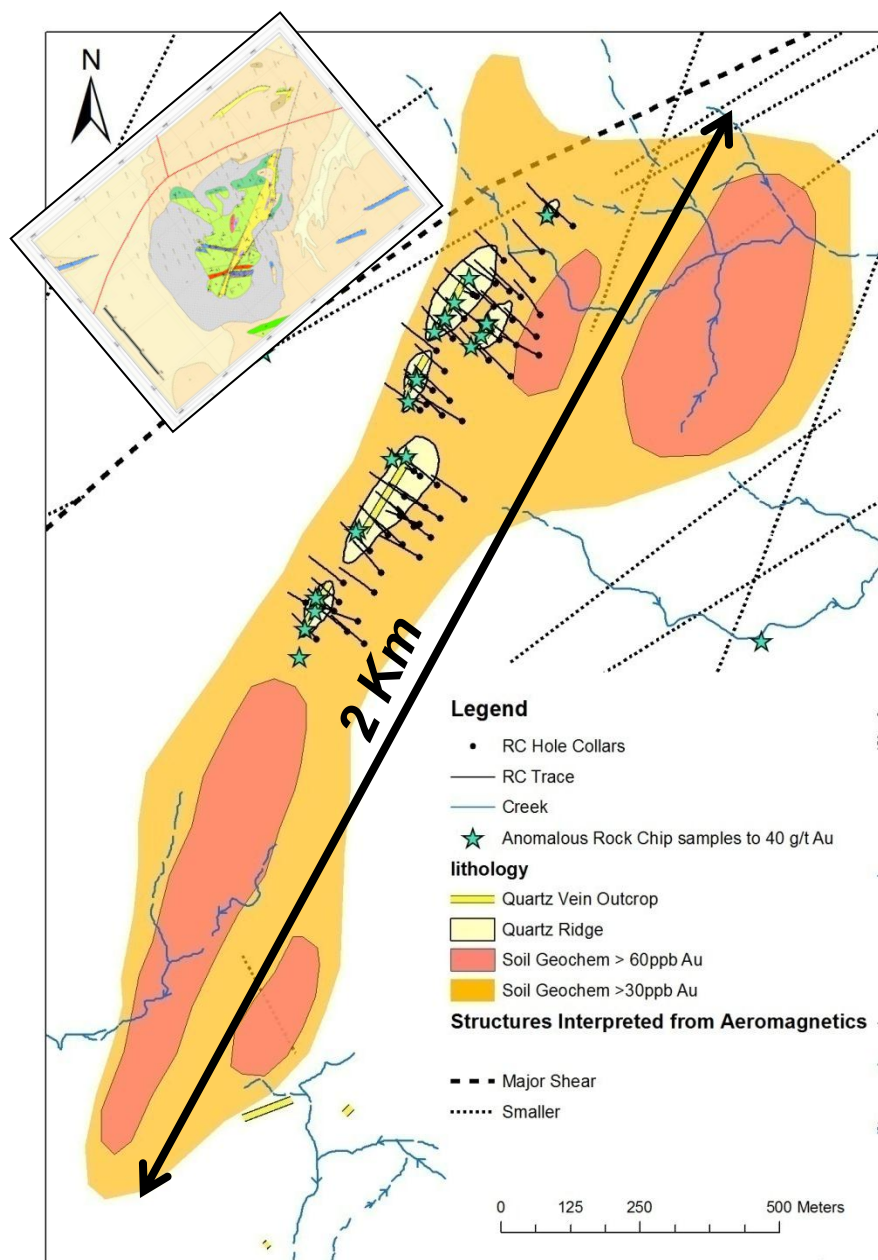
- Significant gold anomalies

Tourokhoto Target:

- 1km by 5km zone on MTZ
- Gold concentrated on structural intersections

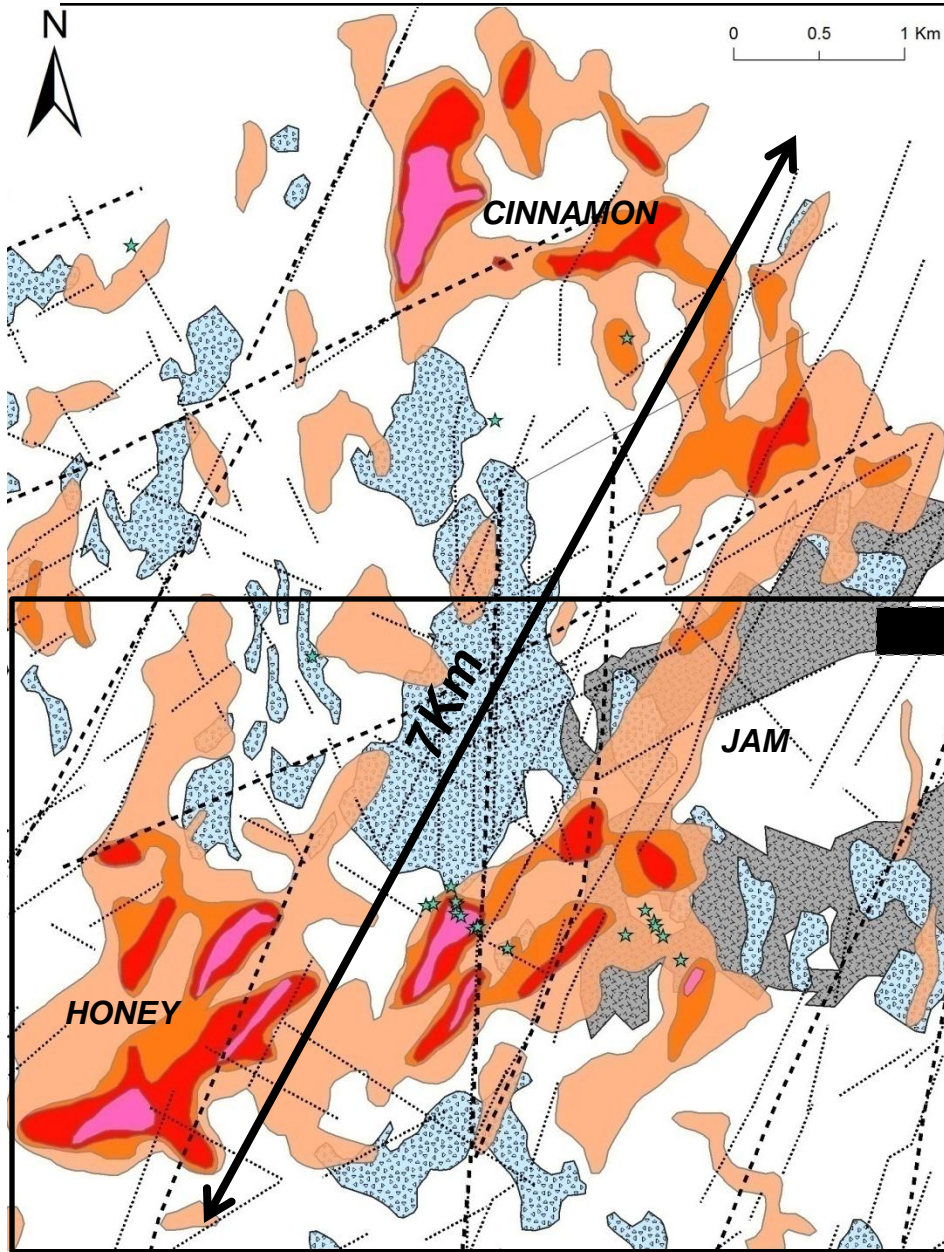


Gora – High Grade Quartz Vein

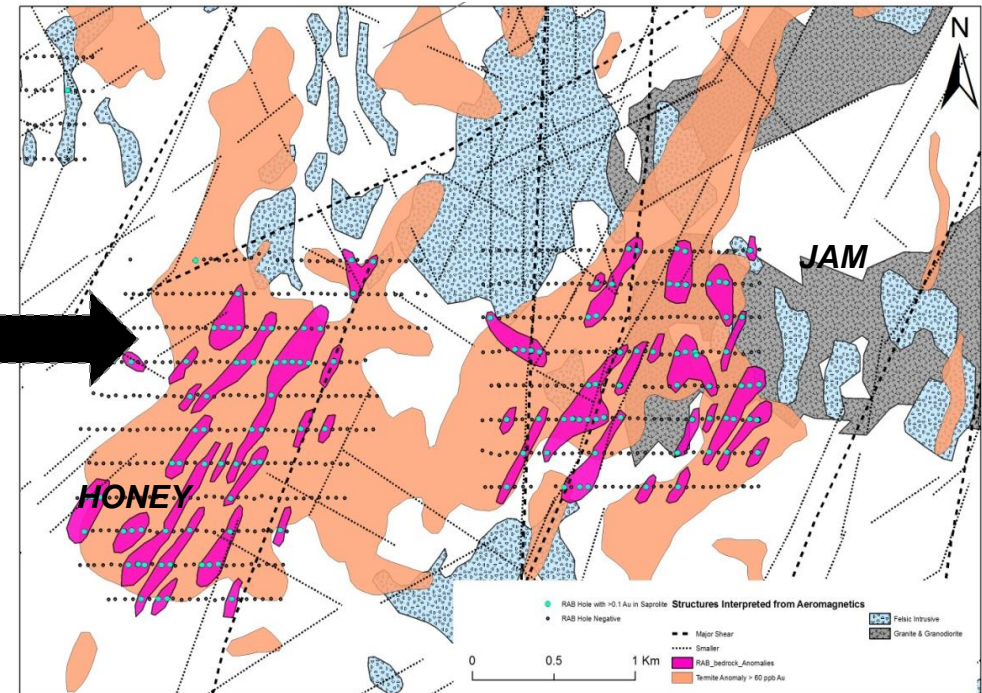


- 800m strike length auriferous quartz vein, outcropping
- Rock chip samples to 40 g/t Au
- Several sub parallel veins, all mineralized, but two main veins
- Associated surface soil geochemistry is relatively low level only >30 and >60 ppb Au contours can be drawn; peak value 102 ppb Au
- Phase 1 systematic RC drilling completed in quarter 2, 2010
- Two sup parallel auriferous veins identified
- Veins are between 10 to 20m apart:
 - Vein 1 averages 8.8 g/t Au
 - Vein 2 averages: 2 g/t Au
- Inferred Resource of 70 KOz @ 5.6 g/t Au
- Infill Drilling planned
- Further testing at depth and along strike planned
- Program of 5000m RC and 2000m DDH

Diegoun North – “THE DONUT”



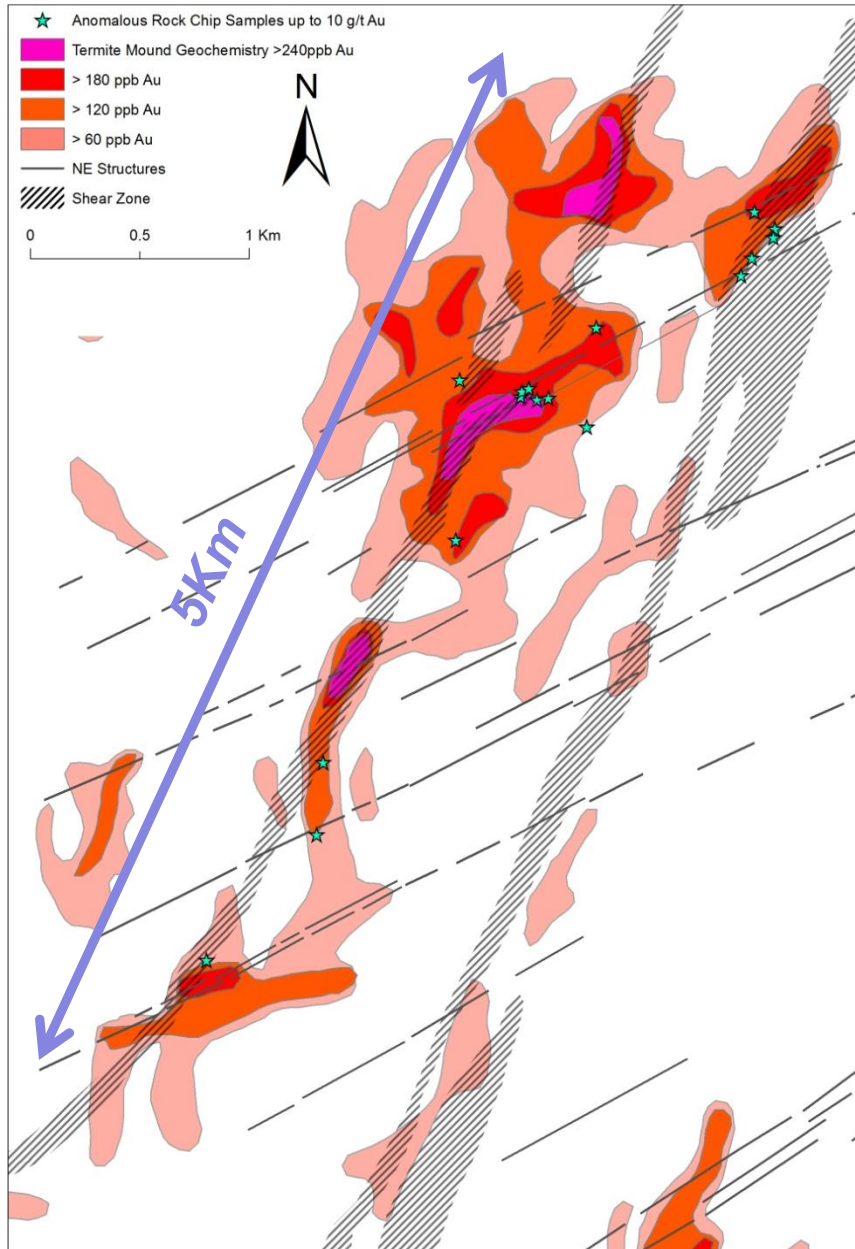
- Termite Sampling defines 7 x 4 Km complex of gold anomalism
- Complex structural setting
- Contrasting rock types, porphyries, granites, dolerite & sediments
- Rock samples to 80 g/t Au
- RAB drilling has defined gold mineralization in bedrock:



- 10,000m of RAB planned, line opening in progress, start Jan.
- 5000m of RC allocated, early RC planned over RAB anomalies
- Defined at Honey and Jam
- Detailed mapping commenced in November



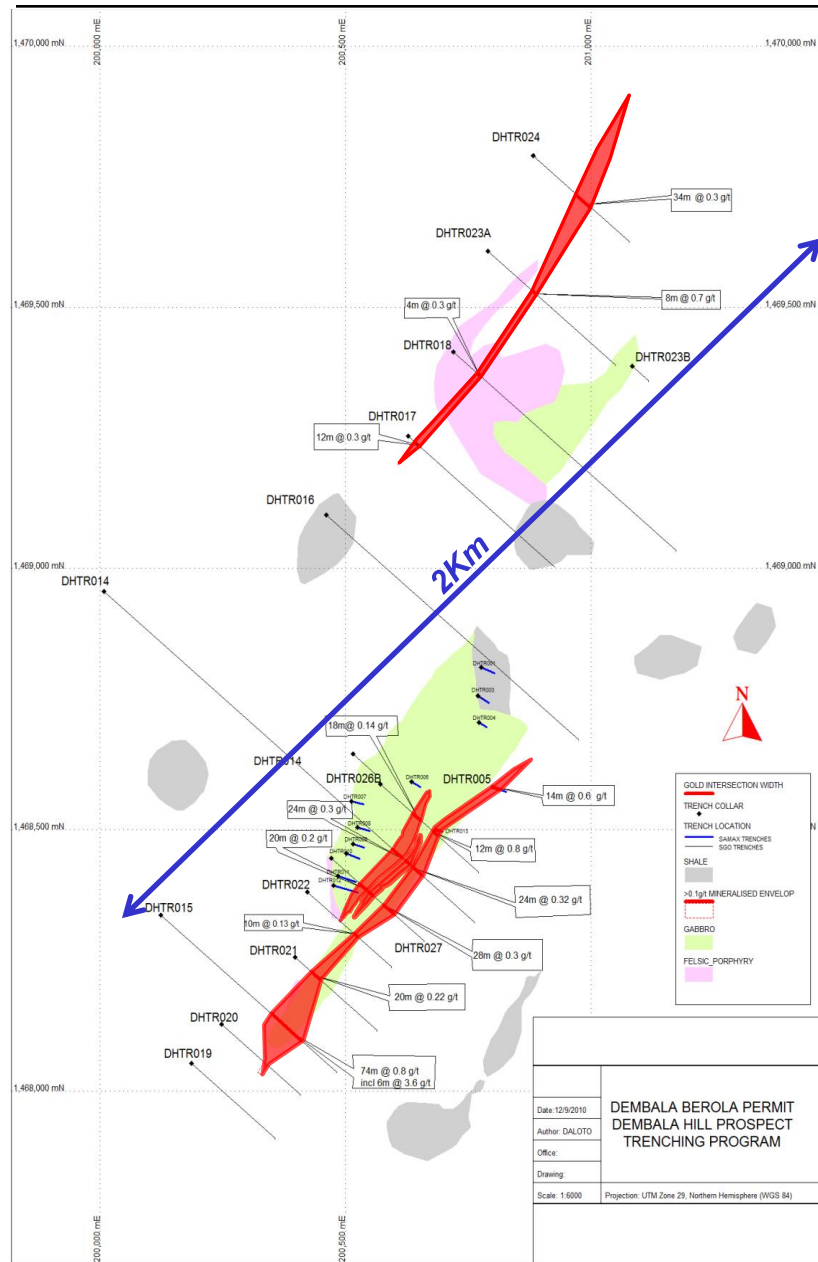
Tourokhoto



- >5Km long, up to 1Km wide gold anomaly defined by termite sampling
- Parallels NE trending shears of the MTZ
- 3 Moz Massawa deposit hosted on MTZ about 25Km south
- >240 ppb Au contours coincide with areas where MTZ shears are intersected by later NE fault structures
- Rock sampling returned up to 10 g/t Au from sparse outcrop
- Wide zones of sheared sediments and quartz-feldspar porphyries observed
- Quartz tourmaline Veining observed
- Early diamond drilling to commence mid Dec. 2010
- Systematic RAB coverage scheduled



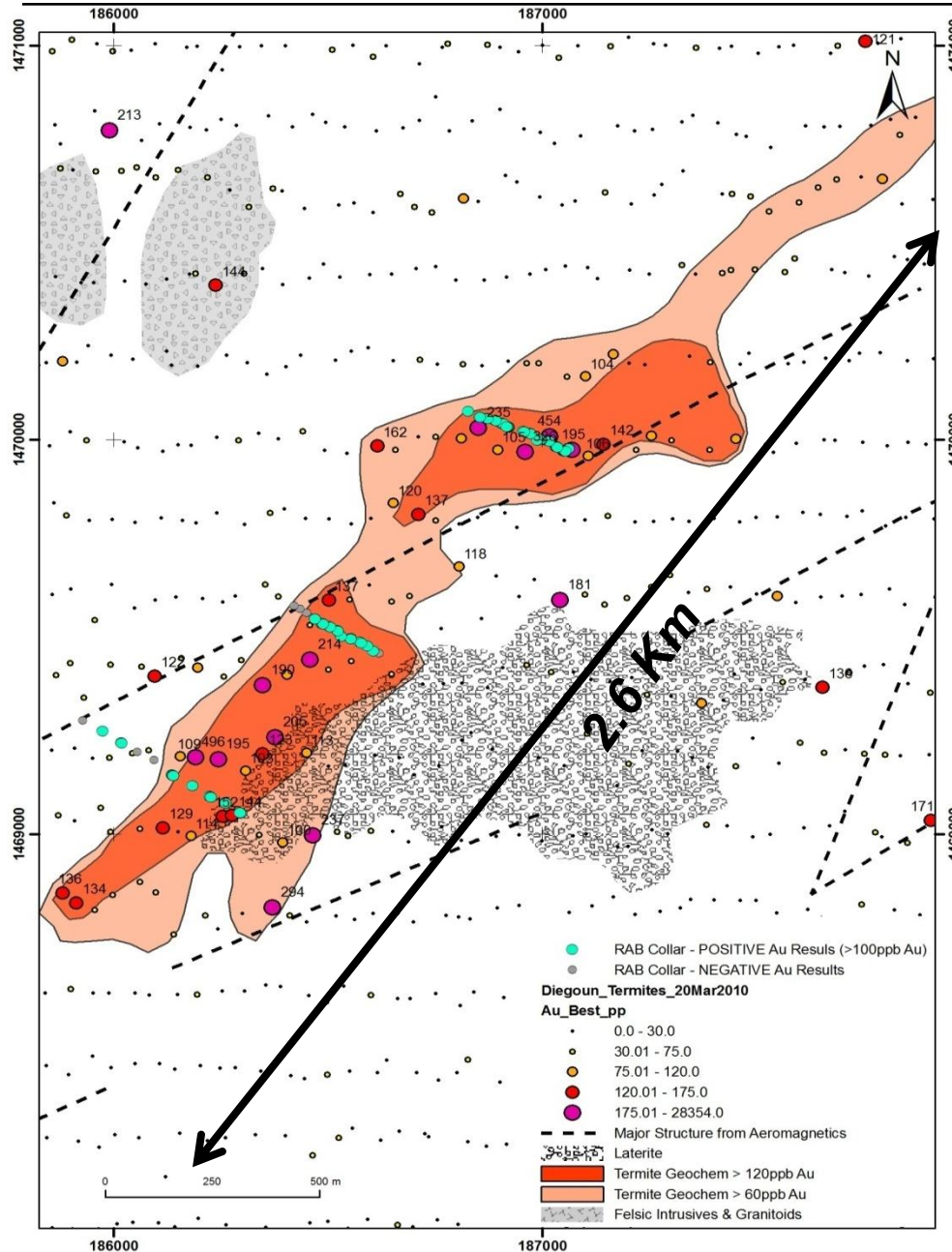
Dembala Hill



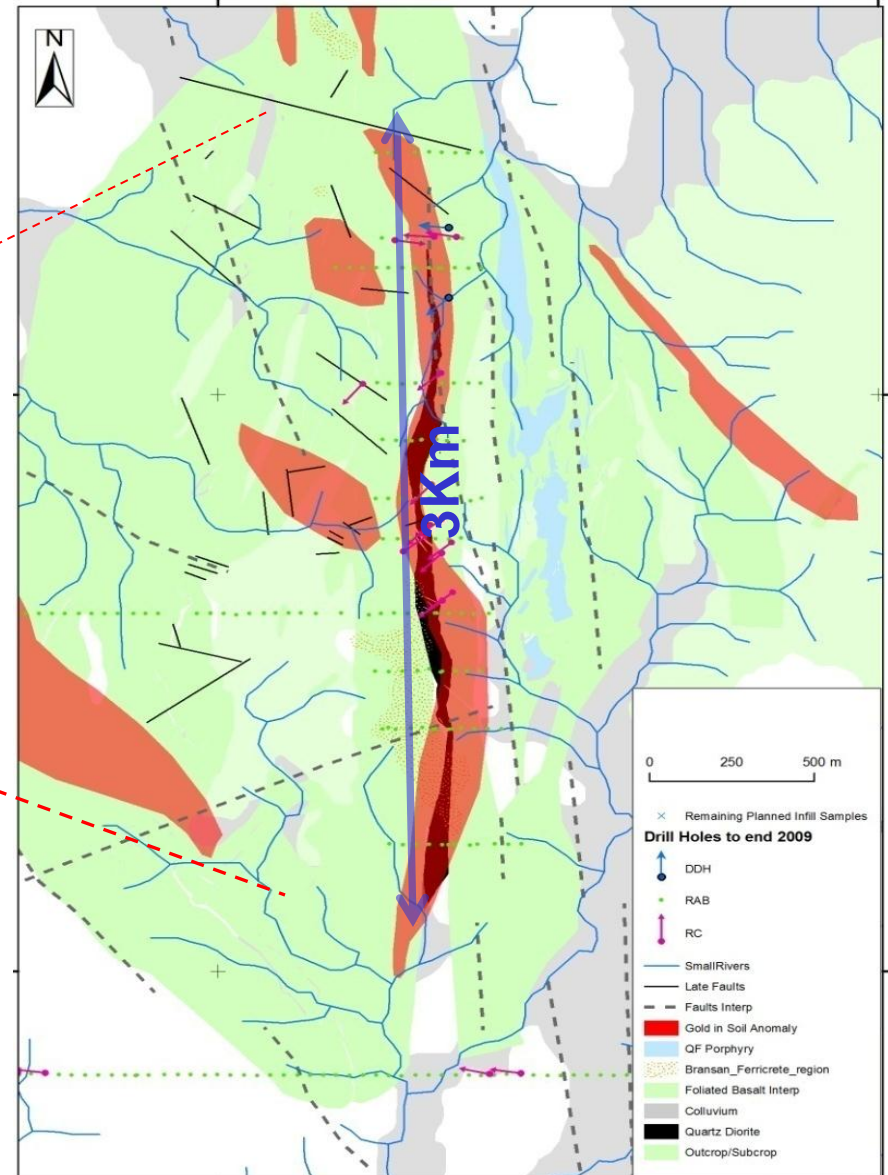
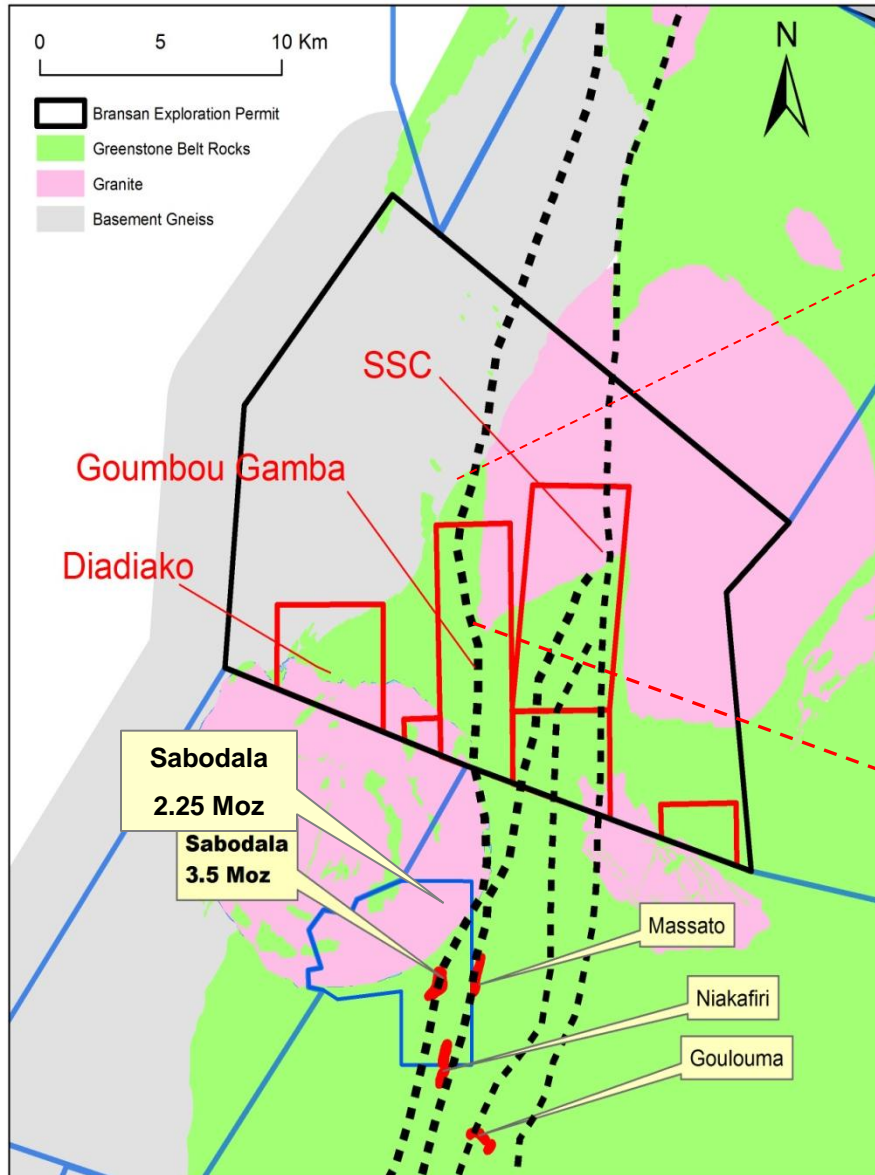
- 2Km mineralized trend located on eastern boundary of MTZ.
- Hosted in felsic-porphyry and dolerite.
- Mineralization up to 74m wide in trenches.
- Grades of up to 6 g/t Au encountered.
- Mineralization related to micro-veinlets of sulphides in intrusive.
- RC program to commence in Dec. 2010:
 - 20 holes for 2500m

Diegoun South – Felsic intrusive with sheeted veins

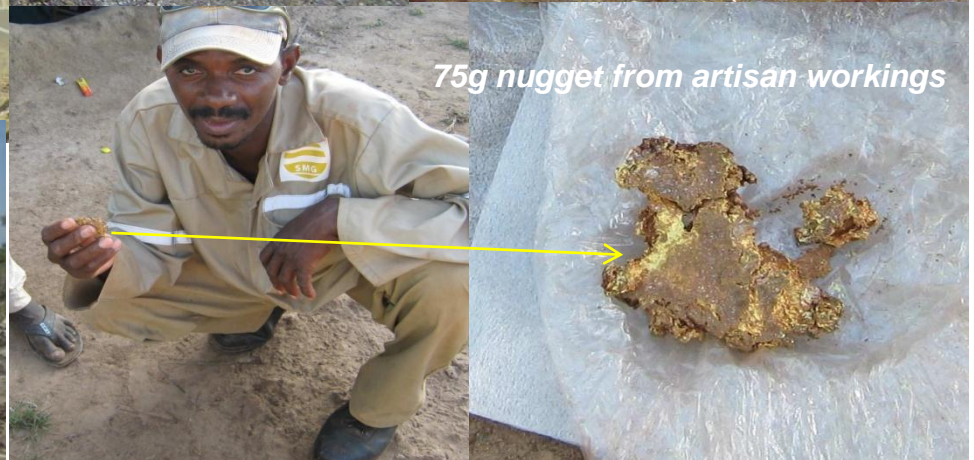
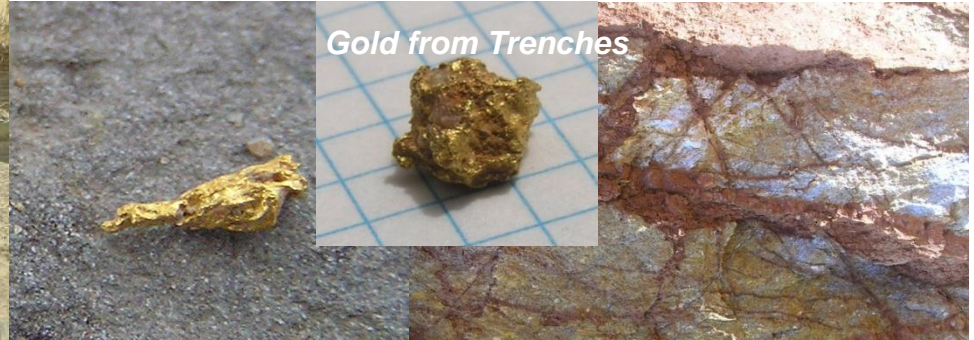
- 2600m surface gold anomaly
- Trenching identified felsic intrusive with a network of variably oriented quartz veins
- Channel sampling returned mineralised width of up to 118m @ 0.4 g/t Au
- Initial program of 2000m of RC planned



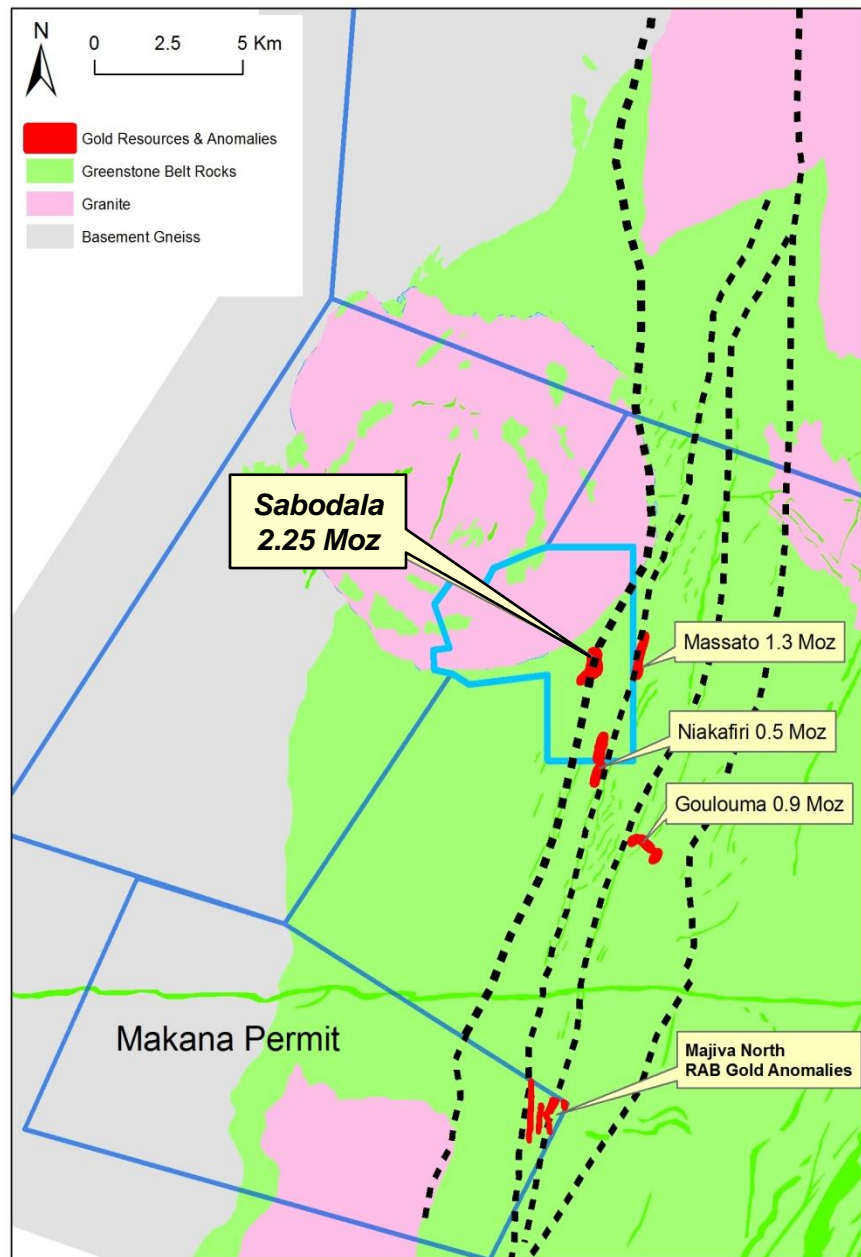
Goumbou Gamba – Northern Extension of Sabodala Structure



Goundamekho - Extensive Surface Gold Workings on Structures



Makana – Extension of Sabodala Structures



- Located on southern strike extension of Sabodala shear corridor
- Prospectively enhanced by late granite plug and large volume of felsic intrusives
- Major quartz-carbonate altered shear zones mapped and intersected in scout diamond drilling
- >75% covered by laterite
- No significant drilling completed prior to 2010
- 30,000m of RAB completed in 2010
- Continuous >2Km long gold trends mapped by RAB paralleling major structures
- RAB intercepts up to 14m @ 1.7 g/t Au, 20m @ 0.3 g/t Au, and 10m @ 0.6 g/t Au
- Central and western portions of greenstone belt still untouched
- Additional RAB and RC scheduled

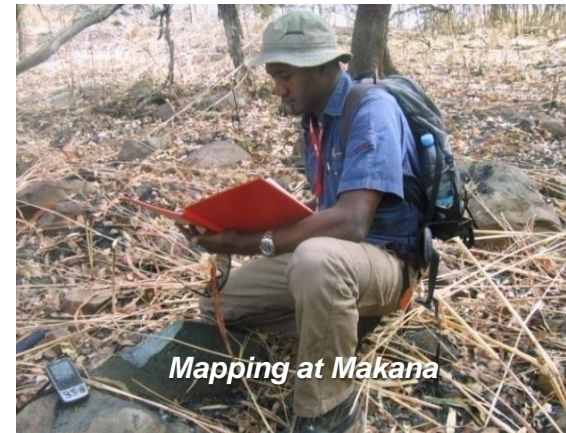
Exploration Team / On Site Assay Lab



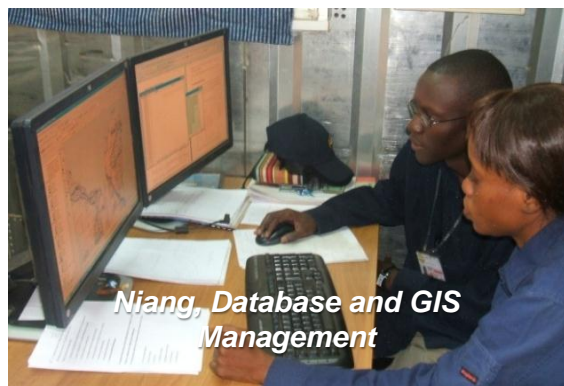
Mapping Trenches at Dembala Berola



Part of team at Exploration Office



Mapping at Makana



Niang, Database and GIS Management



Field Work Sounkounkou



On site assay lab



Structural Mapping

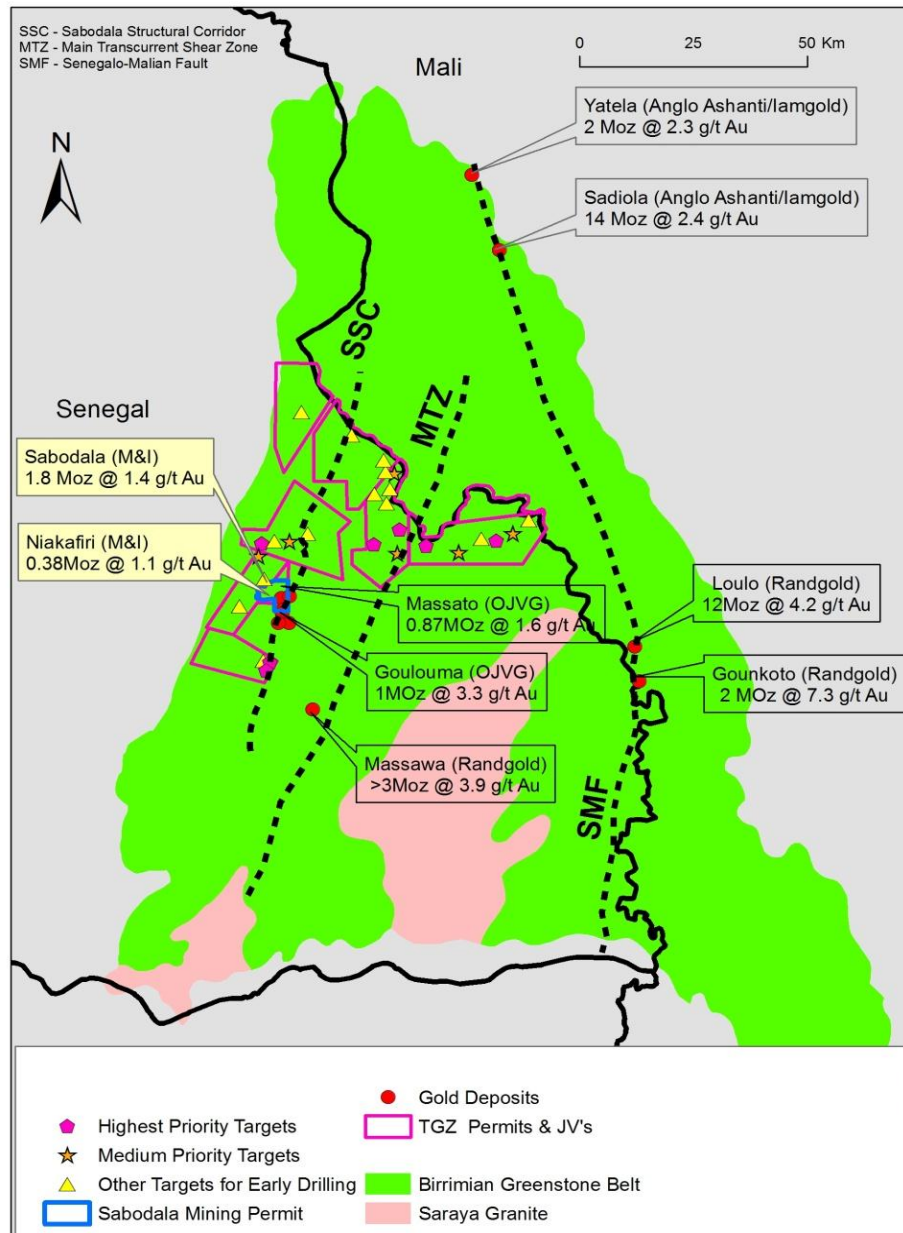


Geochem Sampling Team at Makana



RC Drilling at Bransan

Kedougou-Kenieba Inlier – A Birimian Greenstone Belt



An emerging world class gold district.



1. Experienced Management Team
2. Senegal West Africa – 1,488km² land position
 - Largest land position in Senegal
3. Operating mine and mill
4. Planned mill expansion
 - from 2Mtpa to ~4Mtpa
 - increasing gold production from 130,000oz to 200,000 oz
5. Aggressive exploration program
 - US\$25M to be spent in calendar 2011
 - >12 drill rigs



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Competent Persons Statement

The technical information contained in this presentation relating to exploration activities within the mining license is based on information compiled by Mr. Bruce Van Brunt, who is a member of The Australasian Institute of Mining and Metallurgy and is also a registered professional geologist in the State of Washington, USA. He is qualified as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (the “Australasian Code”) and as defined in the Canadian Securities Administrators National Instrument 43-101 (“NI 43-101”). Mr. Van Brunt has consented to the inclusion of this information in the form and context in which it appears in this presentation. Mr. Van Brunt is a full-time employee of Teranga.

The technical information contained in this presentation relating to the regional exploration is based on information compiled by Mr. Martin Pawlitschek, who is qualified as a Competent Person as defined in the Australasian Code and as defined in NI 43-101. Mr. Pawlitschek has consented to the inclusion of this information in the form and context in which it appears in this presentation. Pawlitschek is a full-time employee of Teranga.

Sabodala Gold Project: Reserves & Resources⁽¹⁾



	Ore	Grade	Contained Gold
	(000 tonnes)	(g/t Au)	(000 oz Au)
Proven & Probable			
Sabodala	22,671	1.62	1,184
Niakafiri	7,212	1.19	275
Total	29,882	1.52	1,460
Measured & Indicated			
Sabodala	41,892	1.39	1,869
Niakafiri	10,741	1.12	386
Total	52,633	1.33	2,254
Inferred Resources			
Sabodala	7,310	1.22	287
Niakifiri	7,248	0.88	205
Niakifiri West	7,144	0.82	188
Soukhoto	566	1.32	24
Gora	387	5.60	70
Total	22,655	1.06	774

(1) See the Sabodala Technical Report

Sabodala Gold Project: Mine Plan



Production Start	March 2009
Mining Method	Open Pit
Strip Ratio (FY2011 – FY2016)	4.9:1
Processing Method	Carbon-In-Leach
Processing Capacity (Post Expansion)	~4.0 MM tpa
Average Grade Processed (FY2011 – FY2018)	1.52 g/t Au
Average Recovery (FY2011 – FY2018)	~90%
Remaining Production Life (FY2011 – FY2018)	8 years milling; 6 years mining
Annual Production Rate (FY2011 – FY2018)	~130,000 oz Au in FY2011 to max of ~230,000 oz Au
Remaining LOM Production (FY2011 – FY2018)	1.3 MM oz Au
Total Cash Costs (Average FY2011 – FY2018)	US\$660/oz Au
Tax Rate ⁽¹⁾	0% until May 2015; 25% thereafter
Government Royalty	3%
Expansion Capital Cost	US\$56 MM
Remaining Gold Hedge	246,500 oz Au @ ~US\$834/oz Au ⁽²⁾

Sources: Prospectus and Sabodala Technical Report

(1) Tax exemption expires May 2015

(2) Calculated as the weighted average of all forward gold sale prices

Sabodala Gold Project: Operations Forecast

Yearly Summary	Unit	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	Total
Ore Mined	'000t	2,381	4,738	5,133	4,169	4,970	5,878			27,269
Waste Mined	'000t	21,163	18,841	27,846	26,869	20,655	18,937			134,311
Strip Ratio	w:o	8.9	4.0	5.4	6.4	4.2	3.2			4.9
Ore Milled	'000t	2,428	2,831	3,674	3,983	4,118	4,498	4,353	3,999	29,882
Grade	g/t	1.85	2.04	1.90	1.71	1.78	1.74	0.96	0.50	1.52
Recovery	%	90.3%	90.3%	90.1%	90.1%	90.0%	90.9%	89.2%	89.5%	
Gold Production	oz	130,389	167,728	202,289	197,255	212,090	228,671	119,777	57,510	1,315,709
Hedge Sales ⁽¹⁾	oz	0	70,000	88,500	88,000	0	0	0	0	246,500
Spot Sales	oz	130,389	97,728	113,789	109,255	219,090	228,671	119,777	57,510	1,069,209
Hedge Sales Price	US\$/oz	\$846	\$846	\$810	\$790					
Spot Sales Price	US\$/oz	\$1,200	\$1,100	\$1,100	\$1,100	\$1,100	\$1,100	\$1,100	\$1,100	
Revenue	US\$ MM	\$156.5	\$166.7	\$196.9	\$189.7	\$233.3	\$251.5	\$131.8	\$63.3	\$1,389.6
Unit Costs – Mining	US\$/t mined	\$2.20	\$2.10	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	
Unit Costs – Processing	US\$/t milled	\$15.00	\$14.00	\$13.00	\$13.00	\$13.00	\$13.00	\$13.00	\$13.00	
General & Admin.	US\$ MM	\$12.0	\$10.0	\$10.0	\$10.0	\$10.0	\$10.0	\$10.0	\$10.0	
Operating Costs	US\$ MM	\$100.6	\$99.5	\$124.1	\$124.3	\$115.2	\$118.5	\$67.0	\$59.4	\$824.8
Royalty – 3.0%	US\$ MM	\$4.7	\$5.5	\$6.7	\$6.5	\$7.0	\$7.5	\$4.0	\$1.9	\$43.8
Total Costs	US\$ MM	\$105.3	\$105.1	\$130.8	\$130.8	\$122.2	\$126.0	\$70.9	\$61.3	\$868.6
Cash Costs per Ounce	US\$/oz	\$808	\$626	\$647	\$663	\$576	\$551	\$592	\$1,066	\$660
EBITDA	US\$ MM	\$51.2	\$61.6	\$66.1	\$58.9	\$111.1	\$125.5	\$60.8	\$2.0	\$521.0
Capital Expenditure	US\$ MM	\$32.4	\$61.8	\$12.3	\$7.7	\$2.7	\$1.0	\$0.7	\$0.0	\$118.5

Sources: Prospectus and Sabodala Technical Report

(1) If Teranga elects not to defer hedge contracts in 2011 and FY2012 then the annual delivery schedule would be FY2011-35,000oz; FY2012 - 93,000oz; FY2013 – 102,500; FY2014 – 16,000

Non-Deferred Hedge Schedule

Delivery Date	Price US\$/oz	Ounces
17-Feb-2011	846.00	7,000
18-May-2011	846.00	17,000
17-Aug-2011	846.00	18,500
17-Nov-2011	846.00	18,500
17-Feb-2012	846.00	28,000
17-May-2012	846.00	28,000
15-Aug-2012	846.00	27,500
21-Nov-2012	832.92	25,000
20-Feb-2013	832.92	25,000
17-May-2013	790.66	25,000
21-Aug-2013	791.50	16,000
Total		235,500

Note: See page 40 of the Prospectus

Management & Board

Alan R. Hill

Executive Chairman & CEO

- Mining engineer with over 20 years experience globally in project evaluations, acquisitions and mine development as Executive VP of Barrick Gold
- Currently a Director of Gold Fields
- Former President and CEO of Gabriel Resources (2005 – 2009) and non-Executive Chairman of Alamos Gold (2004 – 2007)

Richard S. Young

President & CFO

- Over 10 years experience in mining finance, development, corporate development, and investor relations with Barrick Gold
- Former VP and CFO of Gabriel Resources (2005 – 2010)

Christopher R. Lattanzi

Director

- Mining engineer with over 20 years experience in property valuation, scoping, feasibility studies and project monitoring on a global basis
- Currently a Director of Argonaut Gold and Spanish Mountain Gold
- Founding member and former president of Micon International (1988 – 2005)

Oliver Lennox-King

Director

- Over 30 years experience in the mineral resource industry with a wide range of experience in financing, research and marketing
- Non-Executive Chairman of Fronteer Gold and director of CGX Energy
- Instrumental in the formation of Southern Cross Resources (1997), former President of Tiomin Resources (1992 – 1997)
- MDL Director not standing for re-election

Alan R. Thomas

Director

- Director/Trustee and CFO of Labrador Iron Ore Royalty
- Former Director of Gabriel Resources (2006 – 2010), CFO of ShawCor (2000 – 2006), and CFO of Noranda (1987 – 1998)

Frank Wheatley

Director

- Over 25 years experience as a director and senior officer of, and legal counsel to, a number of Canadian public mining companies and has extensive legal and business experience in the mineral industry, particularly in the areas of public financing, project debt financing, permitting of large scale mining projects, and strategic mergers and acquisitions in the international minerals industry
 - Currently the Executive Director, Corporate Affairs and Strategy of Talison Lithium Limited
 - Currently a director of Lithic Resources Ltd. and Portal Resources Ltd.
 - Former Vice-President and General Counsel of Gabriel Resources Ltd. (2000 - 2009)
 - Former Vice President, Legal Affairs of Eldorado Gold Corporation
-