



# Kingsgate

Consolidated Limited

11 May 2009

Via ASX Online (4 pages)

FOR PUBLIC RELEASE

The Manager - Announcements  
Company Announcements Office  
Australian Securities Exchange

Dear Sir/Madam,

## High Grade Gold in Resource Development Drilling Chatree North - Q Pits Area

New resource development drilling around the northern Q pits at Chatree North has encountered further encouraging results.

The best gold assay result from this phase of drilling is in drill hole 7101RC:

**16 metres of 9.9 grams/tonne gold** from 34m down hole, including  
**10 metres of 14.4 grams/tonne gold.**

This drill hole is interpreted to be a southerly extension of a high grade gold mineralised zone identified in a previously reported drill hole (2313RC), within the planned northern Q Pit which returned:

**7 metres at 16.9 grams/tonne gold, including 3 metres at 37.1 grams/tonne**

This drillhole (2313RC) is located 150 metres from drill hole 7101RC. Importantly, drill hole 7101RC is located outside of the planned pit and indicates potential to expand the potential planned open pit size. The high grades have been confirmed by check assays. The mineralised zone appears to be truncated by a fault below drillhole 7101RC, as indicated by results in drillhole 7102RC (see figure 2).

A series of high grade gold mineralised zones, occurring as semi-continuous hydrothermal veins, breccias and pipes, are interpreted in this northern area of the Q pits, which appear to be different to the wide zones of low grade gold mineralisation which more commonly occur throughout Chatree and Chatree North.

Drilling in the central part of the Q Pits area has continued to demonstrate wide mineralised zones which should expand the planned size of future pits. Recent results, from drillhole 3989RC included:

**22 metres of 2.51 grams/tonne gold** from 105m down hole, including  
**2 metres of 12.4 grams/tonne gold.**

Drillhole 3989RC is located adjacent to prior drillhole 2258RC which returned 12.2 metres at 2.3 grams/tonne gold and drillhole 2465RC which returned 7 metres at 12.7 grams/tonne gold.

Other significant results are listed in the table below and are located on the map (Figure 1), together with significant results from all prior phases of drilling in the Q Pits area.

The current, initial resource development drilling phase has recently focused on the northern area of the Q pits with more results anticipated in the coming months.

Yours sincerely,

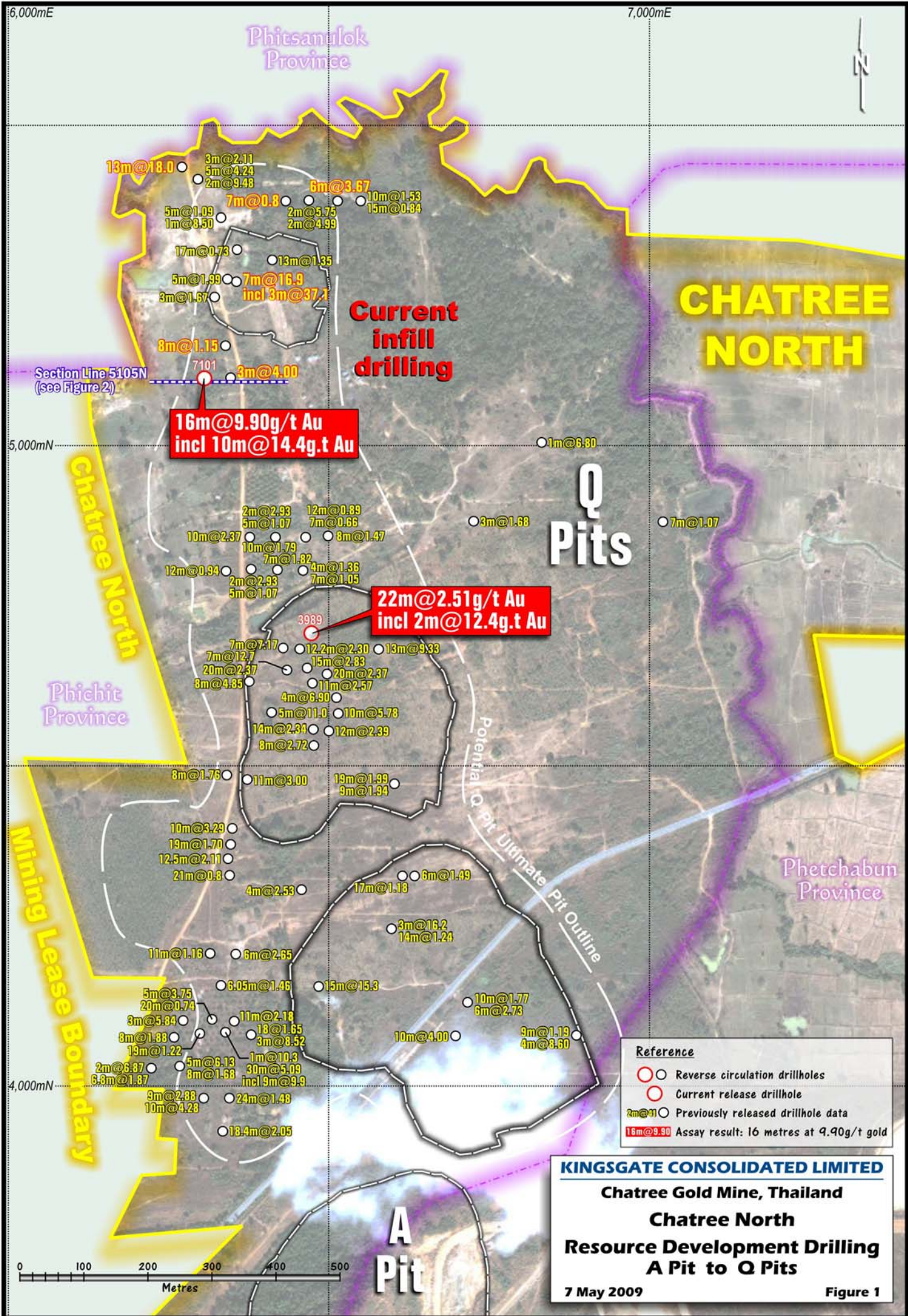


**Gavin Thomas**  
**Managing Director & CEO**

*Information in this report that relates to geology, drilling and mineralisation is based on information compiled by Ron James and Mike Garman, employees of the Kingsgate Group who are Competent Persons under the meaning of the JORC Code with respect to the mineralization being reported on. All have given their consent to the Public Reporting of these statements concerning geology, drilling and mineralisation.*

(\* = Intersections may not be true thickness) RC = Reverse Circulation Drill Hole

| <b>Drill Hole Summary Results Q North, Chatree North</b> |                                      |                                       |                              |                         |                     |                    |                  |                         |                      |                        |
|--|--------------------------------------|---------------------------------------|------------------------------|-------------------------|---------------------|--------------------|------------------|-------------------------|----------------------|------------------------|
| <b>Drillhole</b>   | <b>Easting</b><br>(mE)<br>Local Grid | <b>Northing</b><br>(mN)<br>Local Grid | <b>Azimuth</b><br>Local Grid | <b>Dip</b><br>(degrees) | <b>Depth</b><br>(m) | <b>From</b><br>(m) | <b>To</b><br>(m) | <b>Interval</b><br>(m)* | <b>Gold</b><br>(g/t) | <b>Silver</b><br>(g/t) |
| 7101RC   | 6306                                 | 5105                                  | 90                           | -55                     | 150                 | 34                 | 50               | <b>16</b>               | <b>9.90</b>          | 85                     |
|  |                                      |                                       |                              |                         | Incl.               | 39                 | 49               | <b>10</b>               | <b>14.4</b>          | 122                    |
| 3980RC   | 6514                                 | 5382                                  | 90                           | -55                     | 100                 | 10                 | 16               | 6                       | 3.67                 | 7                      |
| 3981RC   | 6433                                 | 5381                                  | 90                           | -55                     | 120                 | 7                  | 14               | 7                       | 0.80                 | 3                      |
| 3989RC   | 6473                                 | 4707                                  | 90                           | -55                     | 175                 | 105                | 127              | <b>22</b>               | <b>2.51</b>          | 49                     |
|  |                                      |                                       |                              |                         | Incl.               | 105                | 107              | <b>2</b>                | <b>12.4</b>          | 347                    |
| 3994RC   | 6347                                 | 5106                                  | 90                           | -55                     | 150                 | 10                 | 13               | 3                       | 4.00                 | 45                     |
| 3995RC   | 6339                                 | 5156                                  | 90                           | -55                     | 150                 | 40                 | 48               | 8                       | 1.15                 | 10                     |



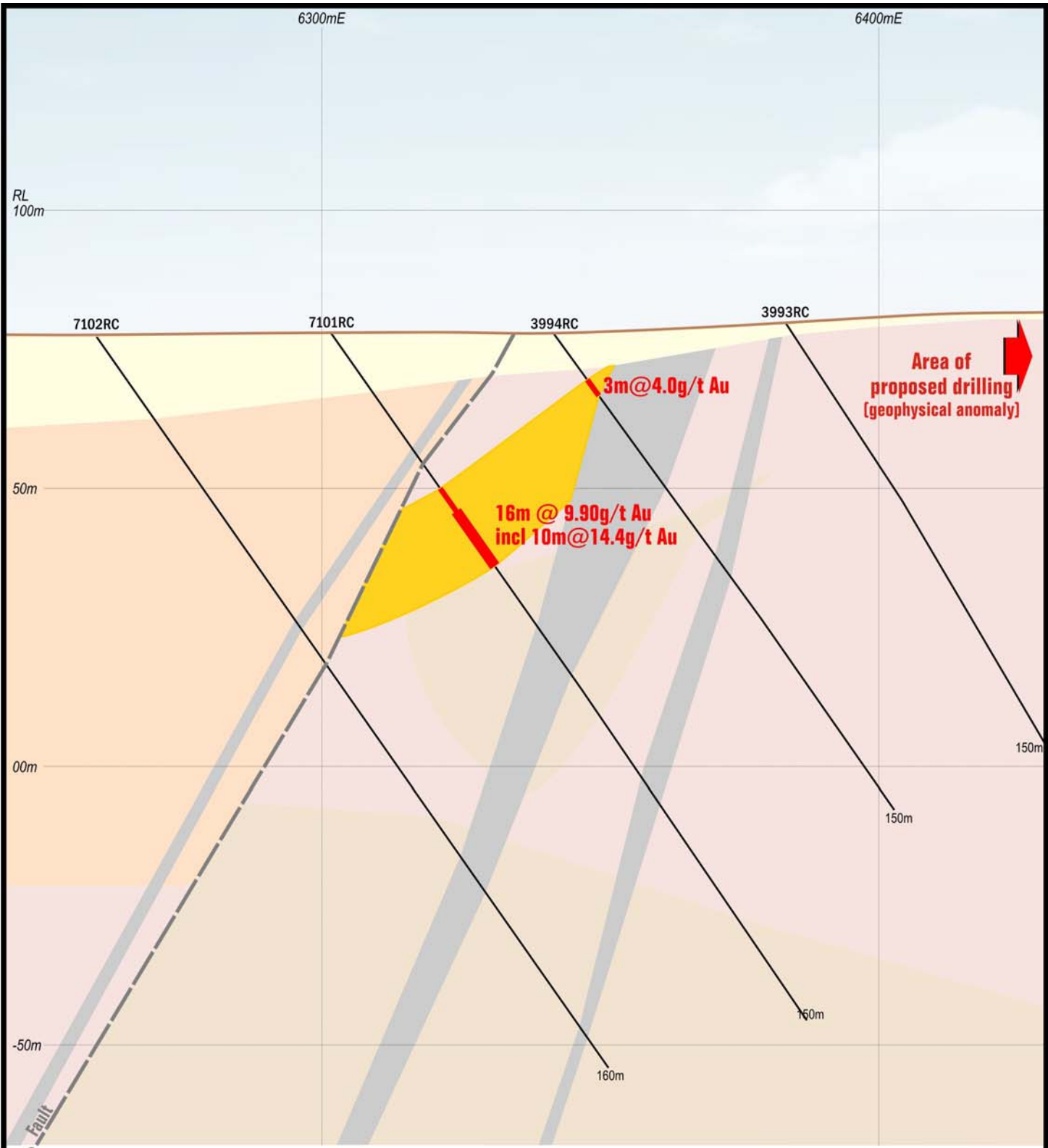
Section Line 5105N  
(see Figure 2)

**16m@9.90g/t Au  
incl 10m@14.4g.t Au**

**22m@2.51g/t Au  
incl 2m@12.4g.t Au**

| Reference |   |
|-----------|---|
|           | Reverse circulation drillholes          |
|           | Current release drillhole               |
|           | Previously released drillhole data      |
|           | Assay result: 16 metres at 9.90g/t gold |

**KINGSGATE CONSOLIDATED LIMITED**  
**Chatree Gold Mine, Thailand**  
**Chatree North**  
**Resource Development Drilling**  
**A Pit to Q Pits**  
 7 May 2009 Figure 1



**Reference**

- Alluvium
- Fiamme breccia
- Volcanic breccias
- Siltstone
- Dykes

Gold mineralisation zone

Gold Assay Results

10.0m@14.4 10 metres at 14.4g/t gold

0 25 50  
Metres

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**Chatree Gold Mine, Thailand**

**Q Pit, Chatree North**

**Cross Section 5105N**

**& Drillhole 7101RC**

7 May 2009 Figure 2