



Kingsgate

Consolidated Limited

ABN 42 000 837 472

27 September 2010

**Via ASX online
(1 page)**

FOR PUBLIC RELEASE

The Manager
Company Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

PRODUCTION FORECAST UPDATE

The Company wishes to advise the market that due to scheduled major maintenance shutdowns of the gold treatment plant, and the fact that the mining operations at Chatree are constrained to a lower grade section of the orebody, the production for the September 2010 will be lower than average quarterly production for the FY2010.

The situation has been exacerbated by the above average monsoonal rain fall experienced during the start of the Asian wet season. Rain has fallen for most of the quarter and a total of 75 days of rainfall has been recorded so far this month. This rain, along with several lightening strikes that have interrupted power supply, have hampered production rates for the quarter. The production for the September quarter is expected to be around 22,000 ounces of gold.

The forecast production for FY2010 remains in the range 120 – 130,000 ounces of gold.

Yours faithfully,
KINGSGATE CONSOLIDATED LIMITED

PETER WARREN
Company Secretary