



Kingsgate

Consolidated Limited

ABN 42 000 837 472

15 December 2010

ASX Limited
Company Announcements Office
Exchange Centre
Level 6, 20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

SUPPLEMENTARY BIDDER'S STATEMENT FOR LAGUNA RESOURCES NL

In accordance with section 647(3)(b) of the *Corporations Act 2001* (Cth), we enclose a copy of Kingsgate Consolidated Limited's Supplementary Bidder's Statement dated 15 December 2010 in relation to Kingsgate's off-market bid to acquire all of the ordinary shares in Laguna Resources NL (ACN 008 460 366) (**Laguna**).

The Supplementary Bidder's Statement has today been lodged with the Australian Securities and Investments Commission and served on Laguna.

Yours faithfully

KINGSGATE CONSOLIDATED LIMITED

PETER WARREN
Company Secretary

SUPPLEMENTARY BIDDER'S STATEMENT

FOR THE OFFER

by

KINGSGATE CONSOLIDATED LIMITED

(ABN 42 000 837 472)

to acquire all of your shares in

LAGUNA RESOURCES NL

(ABN 36 008 460 366)

**For every 520 Laguna Shares (fully paid)
you will receive 1 Kingsgate Share**

**This is an important document and requires your immediate attention. If you are in doubt
as to how to deal with this document you should consult your financial or other
professional adviser**

Legal adviser:



SUPPLEMENTARY BIDDER'S STATEMENT

Introduction

This document is a supplementary bidder's statement under section 643 of the *Corporations Act 2001* (Cth). It is the supplementary bidder's statement (the ***Supplementary Bidder's Statement***) issued by Kingsgate Consolidated Limited (ACN 000 837 472) (***Kingsgate***) to the bidder's statement dated 30 November 2010 issued by Kingsgate (the ***Bidder's Statement***) as dispatched to the shareholders of Laguna Resources NL (ACN 008 460 366) (***Laguna***) and lodged with ASIC and the ASX in relation to its off-market takeover bid for all of the fully paid ordinary shares in, and the partly paid ordinary shares in, the capital of Laguna.

This Supplementary Bidder's Statement supplements, and should be read together with, the Bidder's Statement. This document will prevail in the event of any inconsistency with the Bidder's Statement. Unless the context requires otherwise, terms defined in the Bidder's Statement have the same meaning where used in this document.

This Supplementary Bidder's Statement is dated 15 December 2010. A copy of this Supplementary Bidder's Statement was lodged with ASIC and given to Laguna on 15 December 2010. Neither ASIC nor any of its officers takes any responsibility for the contents of this document.

Changes to the Bidder's Statement

Kingsgate has made a number of changes to the Bidder's Statement. Some of these changes have been made to update or clarify certain disclosures in the Bidder's Statement. Other changes have been made to correct typographical errors.

These changes are contained in Schedule 1 to this Supplementary Bidder's Statement.

This Supplementary Bidder's Statement has been approved by a unanimous resolution passed by the Directors of Kingsgate Consolidated Limited (ACN 000 837 472).

Signed for and on behalf of Kingsgate Consolidated Limited by:



Gavin Thomas
Director

15 December 2010

SCHEDULE 1

Kingsgate has made Offers to acquire all of your Laguna Shares. The Offer consideration is 1 Kingsgate Share for every 520 Laguna Shares (fully paid).

The Bidder's Statement should be read as though it were amended as follows.

1. Section 2.4 (Overview of Kingsgate)

(b) Major assets - Chatree

The second last paragraph in this section, in respect of the funding for the Chatree North Processing Plant and the other expansion works, which is set out on page 18, should read as follows:

"Funding for the Chatree North Processing Plant and the other expansion works is expected to come from a combination of an external debt facility, existing cash reserves and cash flow from existing operations. Investec Bank (Australia) Limited (ABN 55 071 292 594) has been mandated to arrange a debt facility of up to US\$100 million and the current intention is for several Thai banks to be included in the syndicate. Kingsgate has approached several Thai and international banks, each of which has indicated to Kingsgate that it is interested in participating in the facility. On this basis, Kingsgate currently does not have any reason to believe that it will not in due course obtain such a facility. The facility is planned to be in place during the March quarter of 2011. Kingsgate currently has in place a \$60 million revolving credit facility with Investec which is being used to meet Kingsgate's funding requirements prior to the larger facility being concluded."

2. Section 2.11 (Litigation)

The third paragraph in the section on the preference shareholder litigation, on page 34, should read as follows:

"In July 2010, Kingsgate exercised its call option under the SSA to purchase the preference shares from Sinphum as part of a restructuring related to the possible IPO of Akara. Sinphum has not complied with this obligation and as at the date of this Scheme Booklet the preference shares have not been delivered. Kingsgate strongly believes that Sinphum has no basis not to comply with its obligations under the SSA and is taking the appropriate legal actions to force compliance. This dispute has no impact on the operations of Chatree. This is because, under the terms of the SSA, Kingsgate appoints the majority of directors of the Akara Board, which has responsibility for the overall management of operations at Chatree."

3. Section 9.4 (General operational and mining risks)

Litigation

The last paragraph in the section on litigation on page 68 should read as follows:

"Kingsgate and Dominion are not aware of any current litigation affecting them, other than the litigation described in Section 2.11 of this Bidder's Statement".