



Kingsgate

Consolidated Limited

10 October 2011

Via ASX Online
(2 pages)

Manager
Company Announcements Office
Australian Securities Exchange

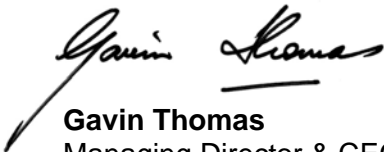
RE: Bowdens Silver Project

Announcement on 22 September 2011 - Presentation to the Denver Gold Forum

Kingsgate Consolidated Limited (ASX:KCN) notes that in its 22 September 2011 ASX announcement with respect to the Company's presentation at the Denver Gold Forum certain references relating to the Bowdens Silver Project were made that were not in compliance with JORC guidelines and in accordance with the ASX Listing Rule 5.6. These include the use of the Canadian National Instrument (NI 43-101) resource standard and reference to in ground value and metal equivalents.

The Company accordingly retracts these references and investors should not rely on the information relating to these. It is however noted, that on the day following the announcement on the presentation to the Denver Gold Forum the Company released a Mineral Resource for Bowdens in line with JORC guidelines. A copy of this statement is attached.

Yours sincerely,



Gavin Thomas
Managing Director & CEO
Kingsgate Consolidated Limited

Bowdens Silver Project Indicated & Inferred Resources (at 30 AgEq g/t cut off)

Class	Tonnes million	Grade				Contained Silver	
		Silver (g/t)	Lead (%)	Zinc (%)	AgEq (g/t)	Silver (Moz)	AgEq (Moz)
Indicated	31.2	60.6	0.30	0.40	77.5	60.8	78
Inferred	27.0	44.0	0.30	0.40	61.0	38.7	53
Indicated & Inferred	58.2	52.9	0.30	0.40	69.8	99.4	131

Notes: Moz = million ounces.

Price basis US\$27.50/oz Au and US\$1.00/lb zinc and US\$1.00/lb lead

Metallurgical recovery basis 81% Ag, 83% zinc and 73% lead.

(AgEq) g/t = Ag (g/t) + 22.4 x Pb (%) + 25.5 x Zn (%)

Rounding of numbers may generate rounding errors

Competent Person Statement

The information in this report that relates to mineral resource estimation is based on work completed by Mr Jonathon Abbott who is a full-time employee of Hellman & Schofield Pty Ltd and a member of the Australasian Institute of Mining and Metallurgy. Mr Abbott has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Abbott consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to data quality, comments on the resource estimates and economic potential of the estimated resources is based on information compiled by Mr Ron James who is a member of the Australasian Institute of Mining and Metallurgy. Mr James has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr James consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.