



Kingsgate Consolidated Limited

**Low Cost
Gold Production**

**Full Year Financials
27 August 2009**

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Information in this presentation that relates to Exploration Results, Mineral Resource and Ore Reserve estimates, geology, drilling and mineralisation, is based on information compiled by Ron James, who is an employee of the Kingsgate Group and is a member of The Australasian Institute of Mining and Metallurgy. Ron James is a Competent Person under the meaning of the JORC Code with respect to Exploration Results, Mineral Resource and Ore Reserve estimates, geology, drilling and mineralisation being presented. He has given his consent to the Public Reporting of these statements concerning Exploration Results, Mineral Resource and Ore Reserve estimates, geology, drilling and mineralisation, and is in agreement with the contents and format of this presentation.

Reporting on Exploration Targets:

Any statement or information relating to the potential quantity and grade of an exploration target, specifically the Chokdee Prospect, is based on recent public announcements and is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.



Increasing Revenue & Profit

Profit: \$32.5M
EPS: 35c/share

Solid profit from strong second half year performance
Chatree returns to full production

2nd Half Turnaround
Profit: \$45M

Higher average grade: 2.0g/t gold
Reduced mining costs: US\$288/oz

Gold & Silver
Revenue: \$113M

Higher spot gold prices
Increased production



Return to Dividends

**Solid Cash
Position**

**\$30 Million at hand
No debt**

**Return to
Dividends**

**15 cent per share
fully franked dividend**



Income Statement - Solid Base

\$ Million : **2008-09** **2007-08**

Revenue Gold/Silver	113	74
Interest	1	2
Investment Sales	-	44
Mining Costs	(49)	(39)
Employee Costs	(12)	(8)
Admin Costs	(8)	(6)
D & A	(12)	(9)
Finance Costs	(2)	(4)
Exploration / Development	-	(1)
Hedge FX Accounting	2	(5)
Pre Tax Profit	33	48
Tax	-	(12)
Profit	33	36



Operations: Financial Impact

Return to Full Production in 2nd Half

- **New pits commenced at Chatree North**
- **Operations returned to full production in Jan '09**
- **Higher grade ore**
 - **2.0g/t gold in June Half**
 - **Full year average: 1.7g/t gold**
- **Major drill program on extensions to ore body**
- **New regional discoveries e.g. Chokdee**

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Kingsgate's Value Drivers

- **Lowest cost gold producer on ASX200**
- **Gold Production Increasing**
 - **120-140,000 oz forecast FY10**
 - **Low cost / high margin gold operation**
- **Growing reserves / resources**
- **Expanding to double throughput**
- **Solid balance sheet & cashflow**
- **Major new discovery in Gold Belt**

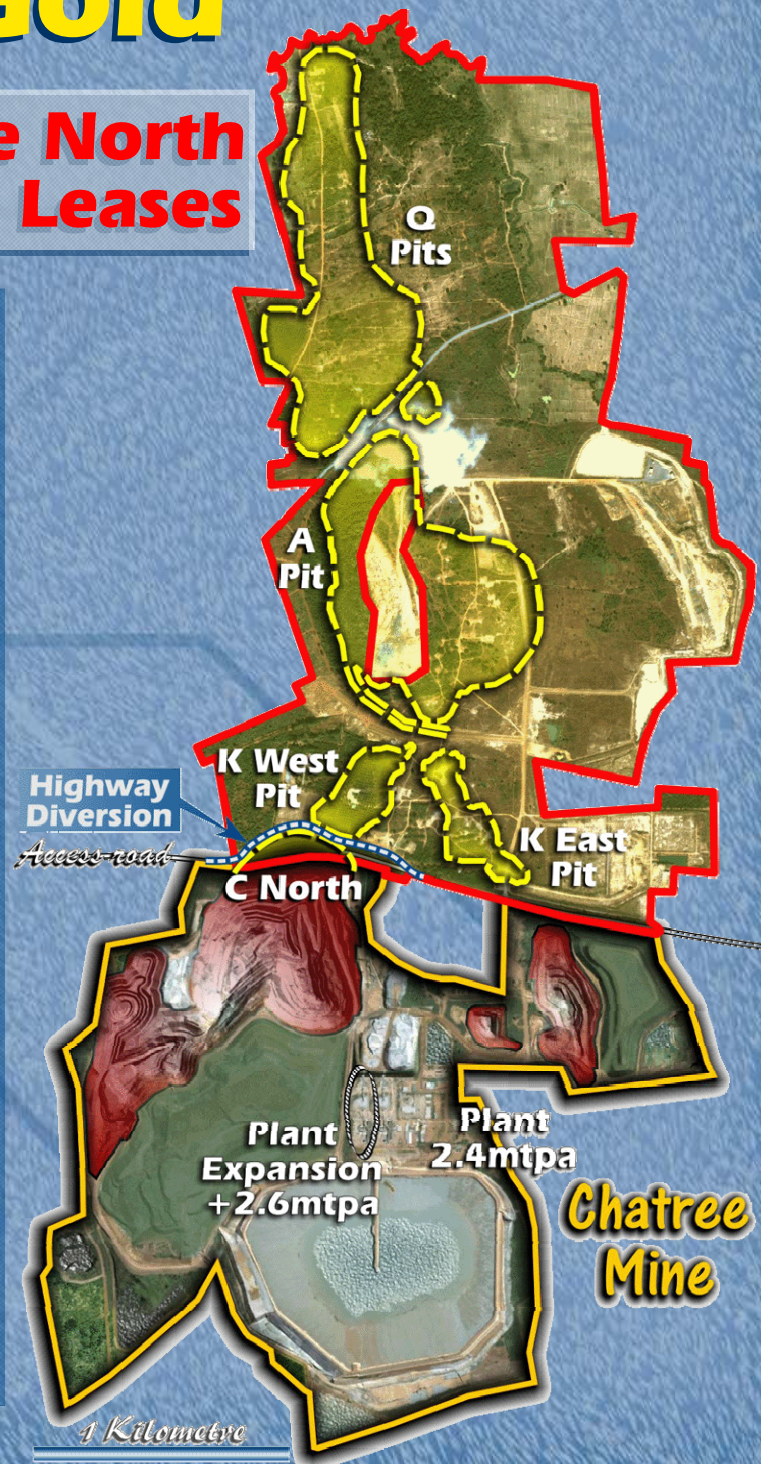




Growing Thai Gold

Chatree North Mining Leases

- Thai focus - listed in ASX 200
- Key asset - Chatree Gold Mine
- Gold producer for 7 years
- Mine life 14 years or 7-10+ years with expansion
- Rural area; good infrastructure
- A\$30 million cash; no debt
- ASX:KCN Mkt Cap: ~A\$650M
- Shares: 96 million + 6M options
- Held: 20% USA, 20% Europe, 5% Asia, 49% Aust, 6% Directors





Production Ramp-up 2nd Half

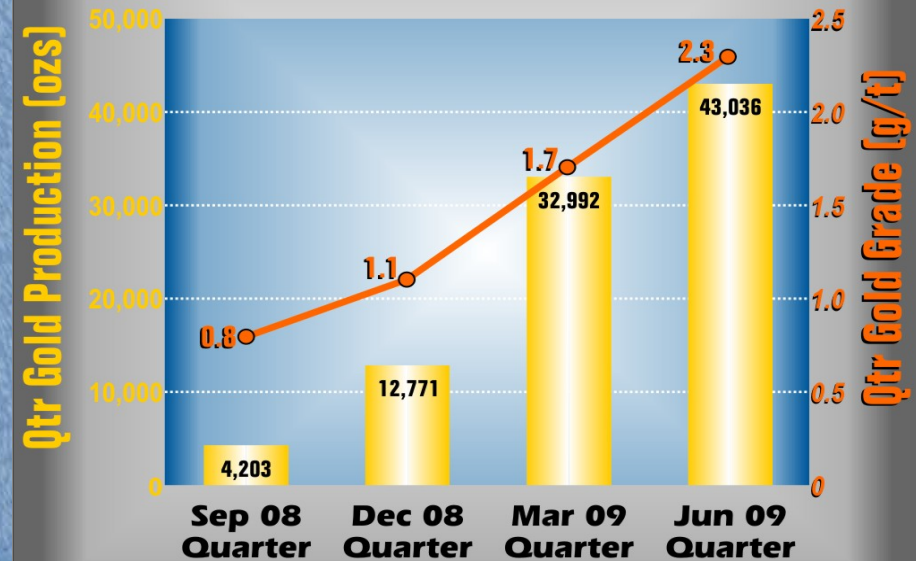
Successful Ramp-up

- Increased ounces
- Increased grade

**Lowest Cash Cost/ounce
on ASX200**

76,028ozs @ US\$288/oz

Quarterly Gold Production & Grade



K East

A Pit

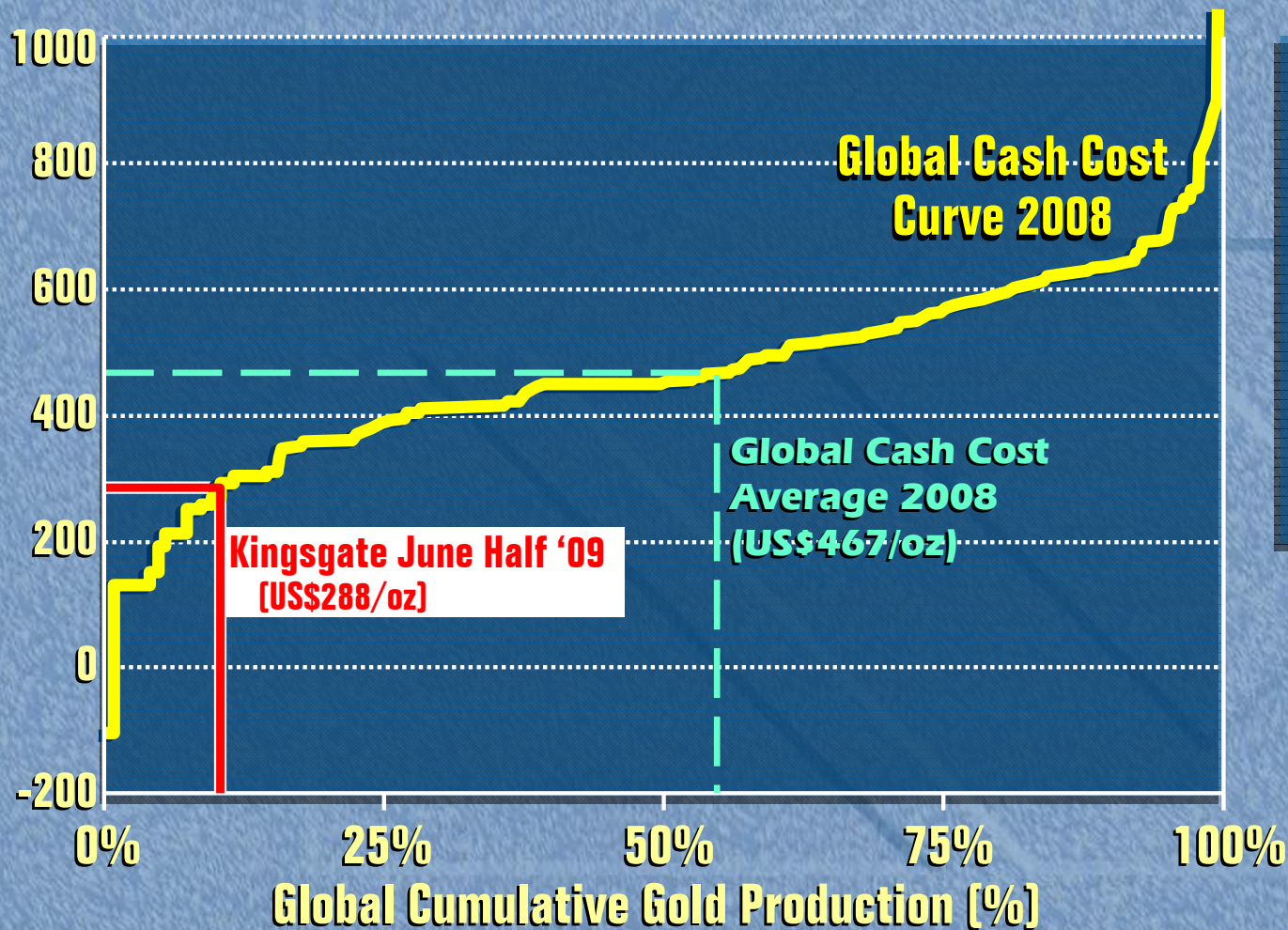
New mining areas opening up

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Lowest Cost Gold Producer on ASX200

Lowest 10% of World Production



- Kingsgate in lowest quartile
- Low unit cost per tonne treated: US\$17/tonne

For Gold Price (US\$) use only



Access to Higher Grades

**Mining A Pit & C North
Higher grades**

**C North high grades (>3g/t)
Slip slowed production profile
& varies short term forecast**

A Hill

C North

Slip

**Underpass
for Chatree North ore**

**High Grade
>3g/t**

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3D Section, "A" Pit, Chatree North

A Hill

Current Mining

Recent drilling

30m @ 16g/t gold
12m @ 30g/t gold
+ 300g/t silver

Resource 'A' Pit

1.8 Moz Gold

Reserve 'A' Pit

1.1 Moz Gold

Drilling focus for late '09

Higher grade underground potential

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Future's Improving

**Production Growth
Higher Grades**

**Successful Ramp-up
Costs reduced**

**Resource Growth
Extend mining areas**

**Drilling extensions to orebodies
Resource growth within leases**

**Expansion Growth
Double throughput**

**Expansion proposal
Review Capex; decision Sept QTR
Construction period 12 months**

**New Discoveries
Chokdee Prospect**

**New discovery:
Potential to be larger than Chatree
Several other drill ready targets**

Low Cost Gold Production

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