



Kingsgate

Consolidated Limited



**LOW
COST
GOLD**



**Kingsgate
June
Quarter
Report
Summary**

21 July 2010



Disclaimer

Forward Looking Statements:

These materials include forward looking statements. Forward looking statements inherently involve subjective judgment & analysis & are subject to significant uncertainties, risks & contingencies, many of which are outside of the control of, & may be unknown to, the company.

Actual results and developments may vary materially from that expressed in these materials. The types of uncertainties which are relevant to the company may include, but are not limited to, commodity prices, political uncertainty, changes to the regulatory framework which applies to the business of the company & general economic conditions. Given these uncertainties, readers are cautioned not to place undue reliance on such forward looking statements.

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Competent Persons Statement:

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.





Delivered as Forecast

- **Low Cost Gold Production**
- **Expansion Underway – Production Growth**
- **Strong Financial Position**
- **Continued Gold in Drilling**
- **Resource Update Soon**





Low Cost Production

**Low Cost Gold
US\$335/oz costs**

**132,628oz Gold Production FY10
US\$335/oz Cash Costs FY10
including US\$78/oz Thai Royalty
2.7M tonnes processed at 1.7g/t**

Solid Quarter

**30,456oz Gold Production June10
US\$345/oz Cash Costs June10**

**Production Up
With Expansion**

**Forecast: Similar year for FY2011
Increased production from mid 2011
200,000+ oz/year production rate
5+ Million tonnes processed/yr**





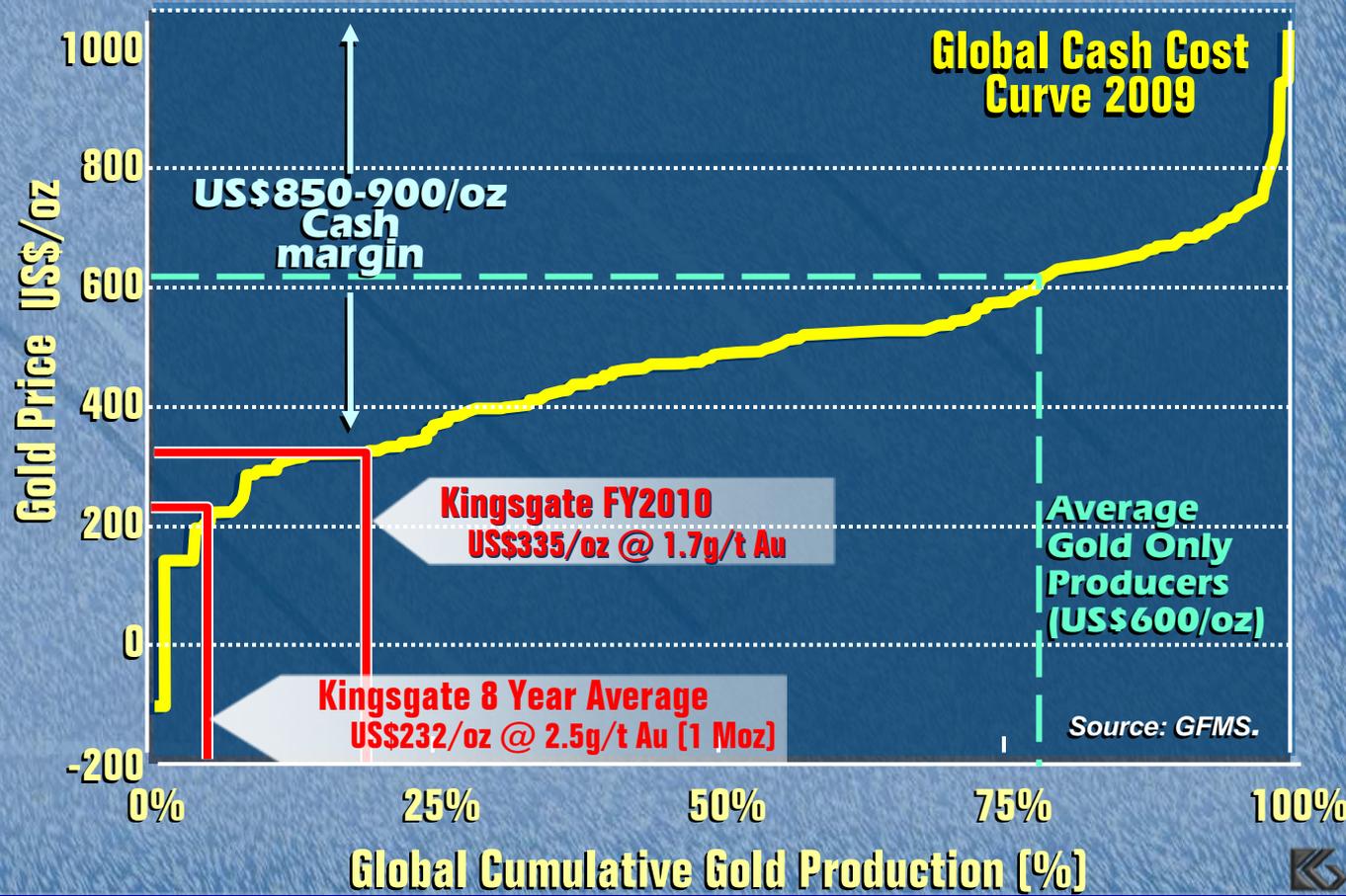
Low Cost Gold Producer

**Low Cost Gold
US\$335/oz costs**

**Good Position
on Cost Curve**

**Lowest 20% of
Industry Costs**

**US\$850-900/oz
Cash Margin**





Expansion: Double Capacity

**Plant Processing Capacity Increase from 2.3 to 5 Mtpa
Mid-2011 Commissioning
Increase production to over 200,000 oz/year**

**Plant Expansion
+ 2.7 mtpa**

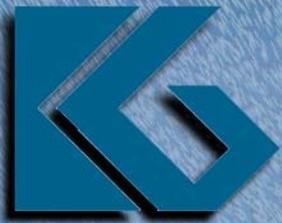


**Current Plant
2.3 mtpa
Expanded Total
+5 mtpa**



**Expansion Plant Area
Preparing to Pour Concrete**





Expansion: Commenced

**Construction
Started**

**From 2.3Mtpa to 5+Mtpa
~US\$100m remaining capex;
~US\$25m spent previously on
long lead items (now on site)**

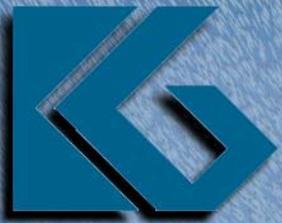
**Expansion Capex
Manageable**

**A\$50m Cash/Bullion on hand
US\$30m Undrawn Debt Facility
Seeking US\$100m Debt from
Investec & Thai Banks**

**Investment
Incentives Provided**

**Thai BOI – Generous Incentives
Triggered expansion decision
Initial contracts commenced**





Current Operations



A Hill

A East Pit

A Pit looking West



K West

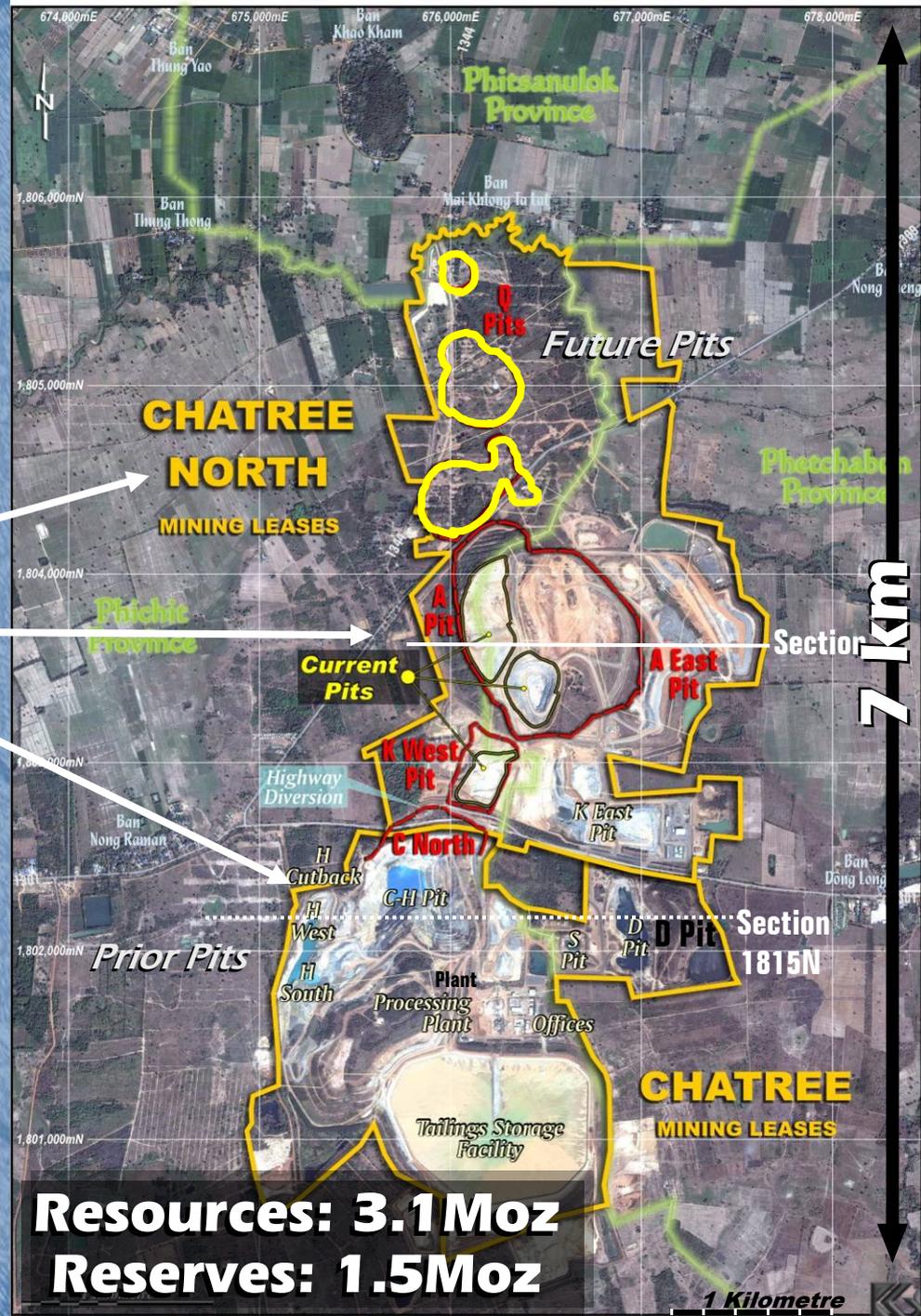
K West Pit looking South





Pit Growth Resource Growth

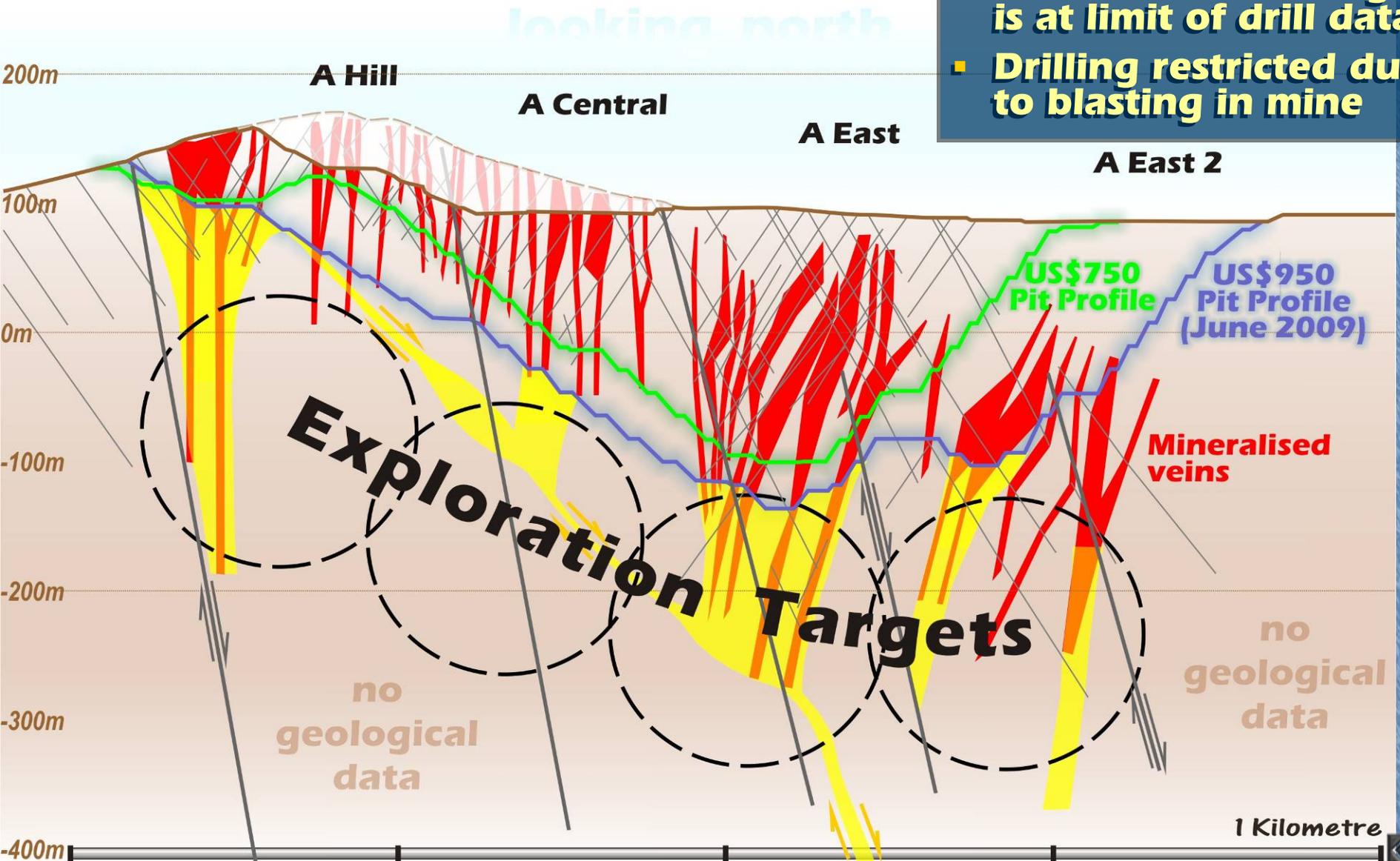
- Resource increase from:-
Future Q Pits
Current A Pit
Original Chatree pits
- Original pits mined when gold was US\$350-600/oz
- Current A Pit design is at limit of drill data





Expanding Current Pits

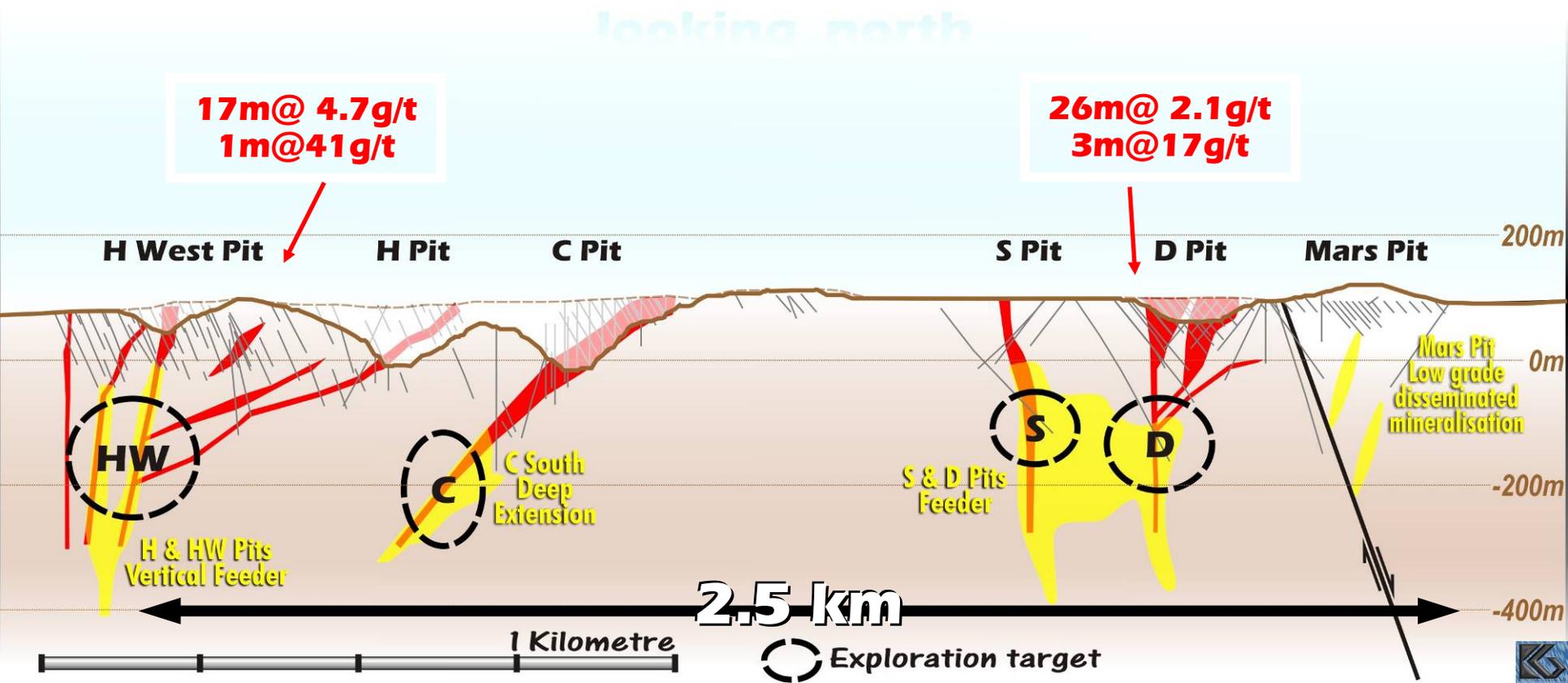
- Current 'A' Pit design is at limit of drill data
- Drilling restricted due to blasting in mine





Potential: Original Pits

- Prior pits to re-open at current gold prices
- Seismic survey to locate high-grade targets





Golden Future

Low Cost Production

- **Annual Production**
132,000 oz at US\$335/oz cash costs
- **Expansion to over 200,000 oz/yr**

Mine Growth

- **Extensions to current open pits**
- **Potential to re-open original pits**

Discovery Growth

- **Not a single mine but a Gold Province**
- **Near-mine discoveries**
- **Proven Asian Developer status to open doors to new assets**

