

Kingsgate Consolidated Limited

Gold producer and developer



Diggers & Dealers Presentation
August 2015



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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.

Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, the company undertakes any obligation to publicly update or revise any of the forward looking statements, changes in events, conditions or circumstances on which any such statement is based.

Some statements in this presentation regarding estimates or future events are forward looking statements. They involve risk and uncertainties that could cause actual results to differ from estimated results. Forward looking statements include estimates of future production, cash and total costs per ounce of production, reserve and mineralized material estimates, capital costs, and other estimates or prediction of future activities. They include statements preceded by words such as "believe," "estimate," "expect," "intend," "will," and similar expressions. Actual results could differ materially depending on such things as political events, labour relations, currency fluctuations and other general economic conditions, market prices for Kingsgate Consolidated Limited products, timing of permits and other government approvals and requirements, changes in operating conditions, lower than expected ore grades, unexpected ground and mining conditions, availability and cost of materials and equipment, and risks generally inherent in the ownership and operation of mining properties and investment in foreign countries.

Kingsgate Today

ASX Listed : Market Cap ~A\$150 million

Portfolio:

Chatree Gold Mine (Thailand) ~130,000ozpa

Nueva Esperanza (Chile) - 1.9Moz GEO resource

Challenger Gold Mine – nearing end of life but options

Bowdens - silver and zinc leverage



Why Kingsgate?

- **A renewal and re-focus**
 - New CEO
 - Back to basics approach
- **Our success and focus is epithermal gold in the Pacific Rim**
 - We are in big mineralised systems
 - World class mine – Chatree in Thailand
 - Flagship project – Nueva Esperanza in Chile
 - The plan is to grow from these two beachheads
 - Core capabilities are explore, develop and produce
- **Current Strategy**
 - Focus, deliver and create



Why South America?

- Highly prospective
- Produces more gold than Australia
- Hosts bonanza gold mines
- Delivered new world class gold/silver discoveries in last 10 to 15 years
- High value – bonanza epithermal deposits
 - Chile - El Penon, 452Koz GEO* in 2014
 - Argentina - Cerro Negro, 425 to 475Koz GEO* in 2015
 - Argentina - CVSA, 246Koz gold in 2014
 - Ecuador - FDN, 9.8Moz at 8.5g/t
- High value bulk tonnage gold mines
 - Yanacocha (Peru) peak year, 3.3Moz gold in 2005
 - Lagunas Norte (Peru) – 600 to 650koz in 2015

* Gold Equivalent Ounces (GEO)

Chile & the Maricunga Belt

Chile

- Favoured mining investment destination,
- Ranked 13 in Fraser Institute survey
- World's largest copper producer
- Ranked 14 in global gold production

Maricunga Belt

- Defined total resources of ~100Moz
- Epithermal gold styles in the north
- We believe Nueva Esperanza is potentially a +5Moz GEO* system



Esperanza system is located in the northern Maricunga gold belt characterised by high sulphidation epithermal gold-silver systems such as La Coipa, Elvira and Salares Norte



Nueva Esperanza (100% KCN)

The Maricunga Belt, Chile



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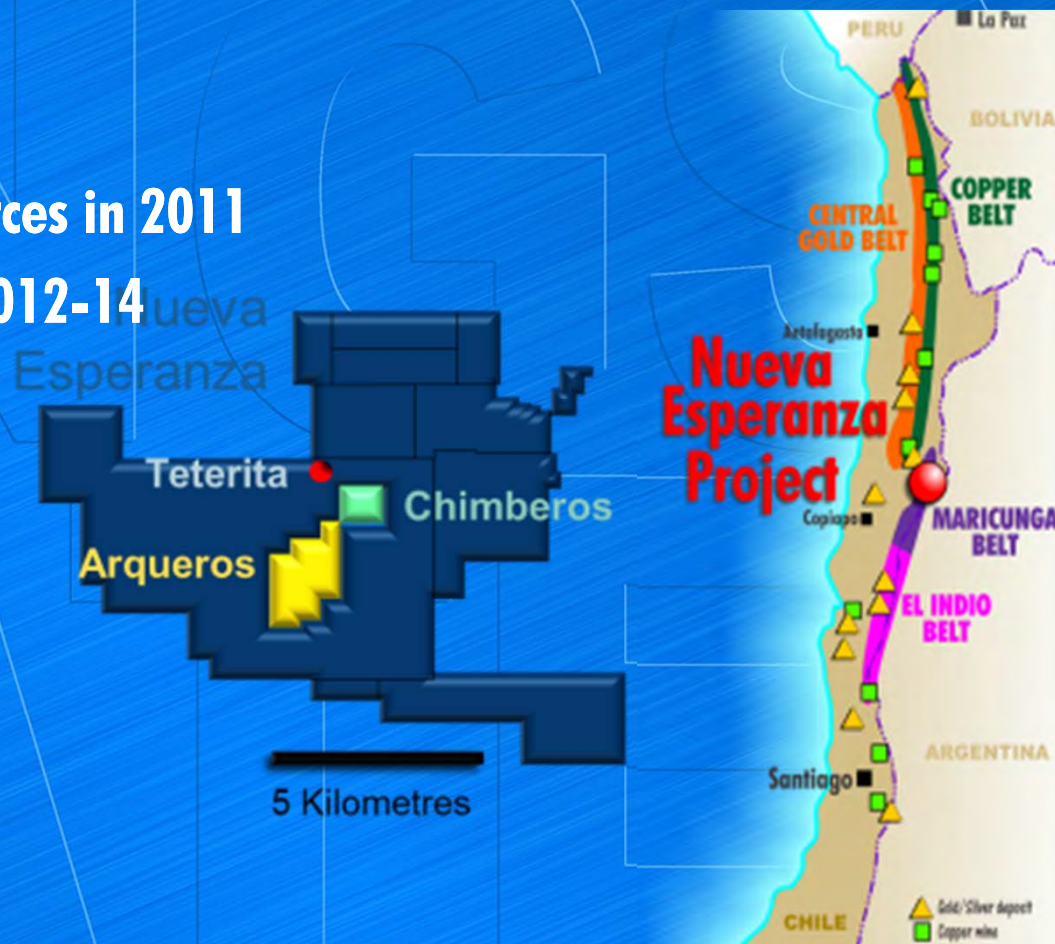
Flagship project - Nueva Esperanza, Chile (100%)

History

- Historic bonanza silver production
- Consolidation of tenements and resources in 2011
- Extensive feasibility work completed 2012-14
- Several process routes considered

Breakthroughs

- Gold discovery at Chimberos
- Lower capex/opex environment
- Structural shift to lower power costs

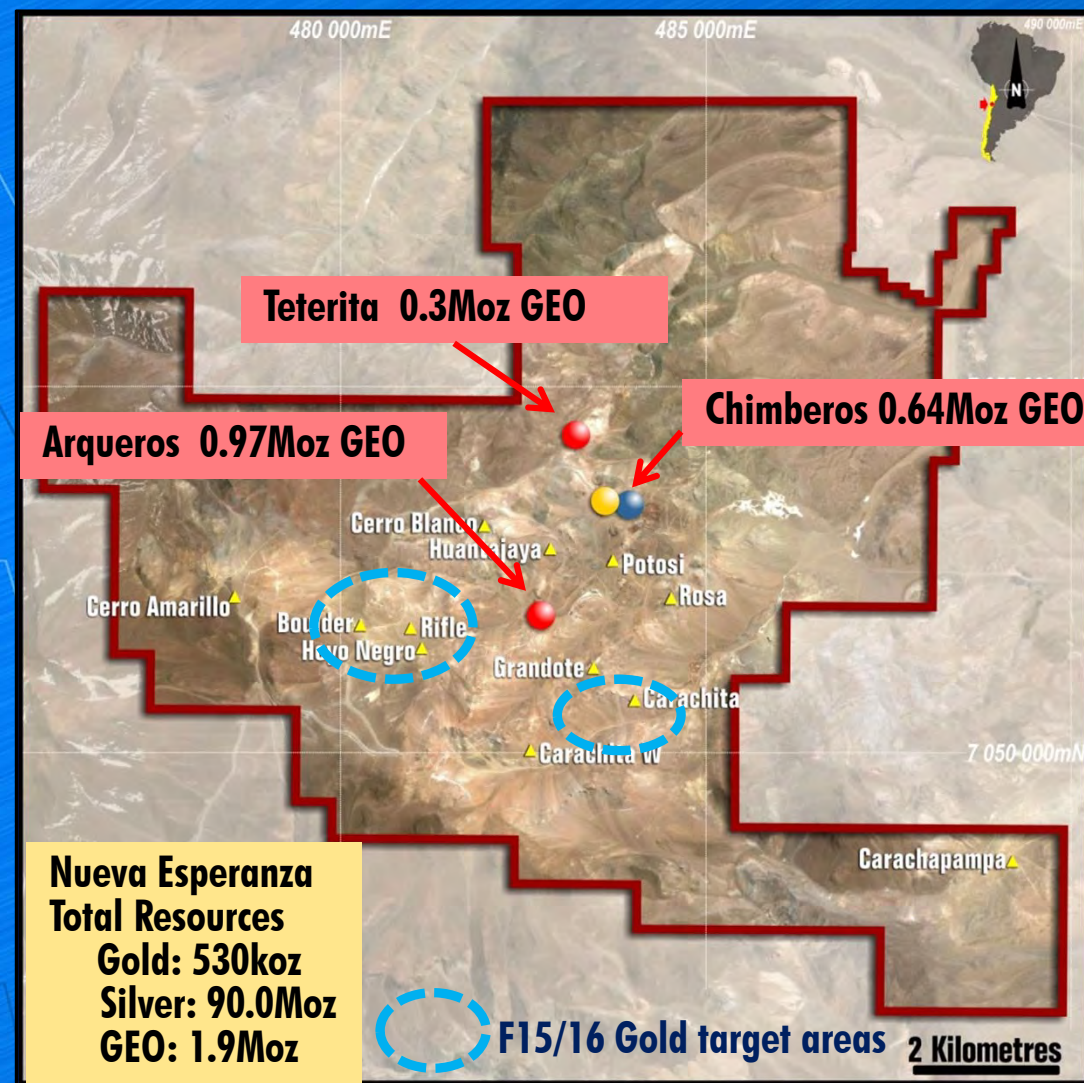




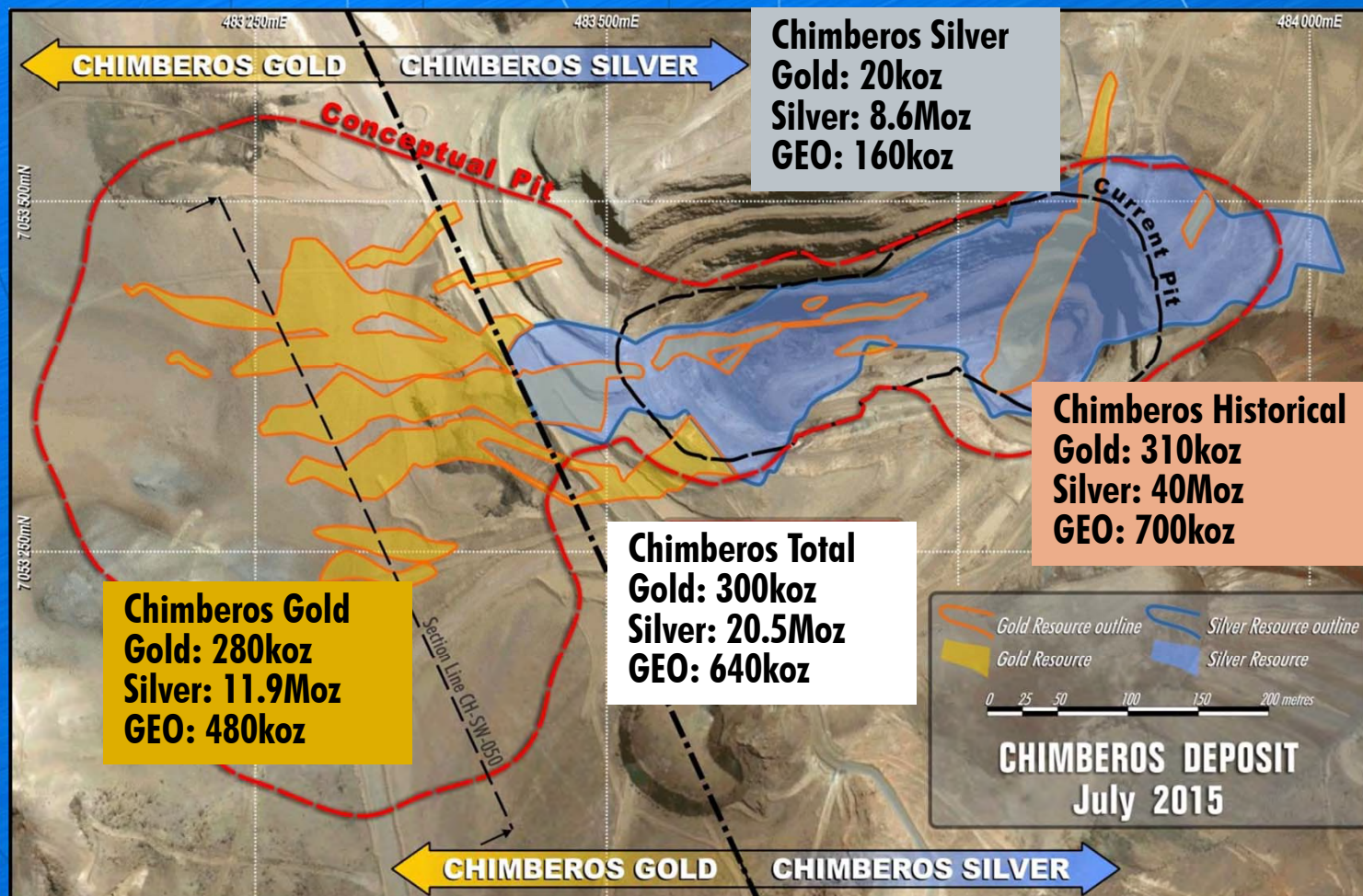
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Nueva Esperanza – FY15 achievements

- Discovery of Chimberos Gold
- Mineral Resources increased 21% to 34.6Mt at 1.7g/t AuEq60 for 1.9Moz gold equivalent
- Identified high potential gold targets for follow-up.



Chimberos – Gold Discovery





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Nueva Esperanza – What we have

- ✓ 100% ownership
- ✓ Favourable mining investment jurisdiction
- ✓ Skills to explore, build, operate
- ✓ Inventory of 1.9Moz GEO
- ✓ Significant feasibility level work completed
- ✓ Initial permitting in place
- ✓ Water rights secured
- ✓ Power options available
- ✓ Identified gold potential

Nueva Esperanza – FY16 Plan

We are updating economics with an Optimisation study :

- Design parameters around 2 Mtpa milling and agitated leach;
- Indicative capital and operating cost estimates;
- Updated Ore Reserves; and,
- Relevant information to modify existing permits.

Submit permit amendments

Explore high potential gold targets

Progress in a cost efficient manner to de-risk and maximise value



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Chatree Gold Mine, Thailand

Asian showcase gold mine, 100% Kingsgate





World class mine – Chatree, Thailand (100%)

Proven track record

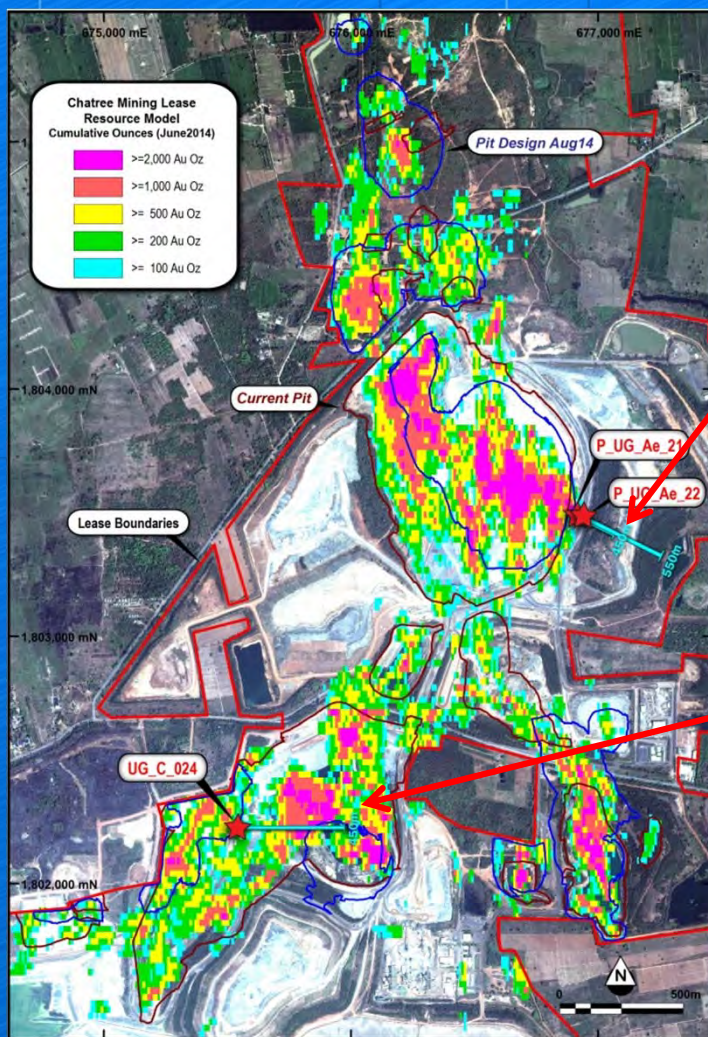
- Discovered, developed, expanded
- Highly efficient mining of low grade epithermal gold
- Produced over 1.6Moz gold
- Outstanding safety and environmental record

Exploration Opportunities

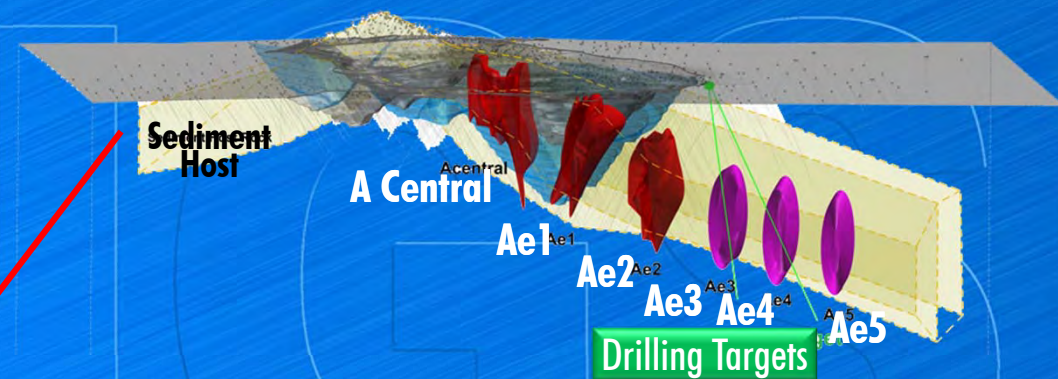
- Underground potential within current mining leases
- Exploration lease extensions and satellites



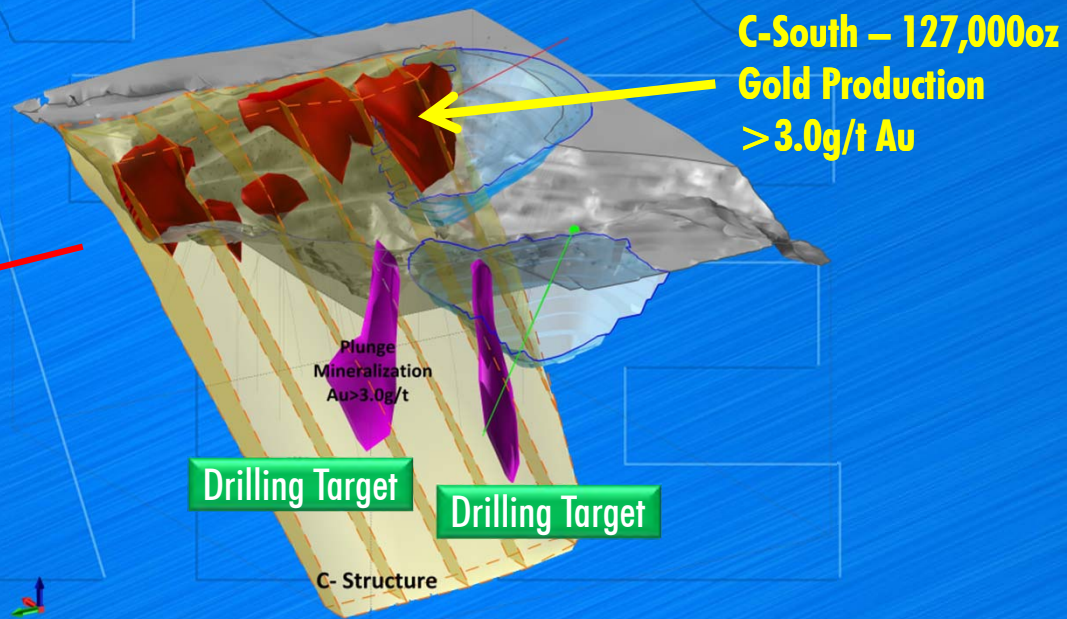
Chatree Underground Potential



Chatree Underground Targets – A Deeps



Chatree Underground Targets – C Deeps



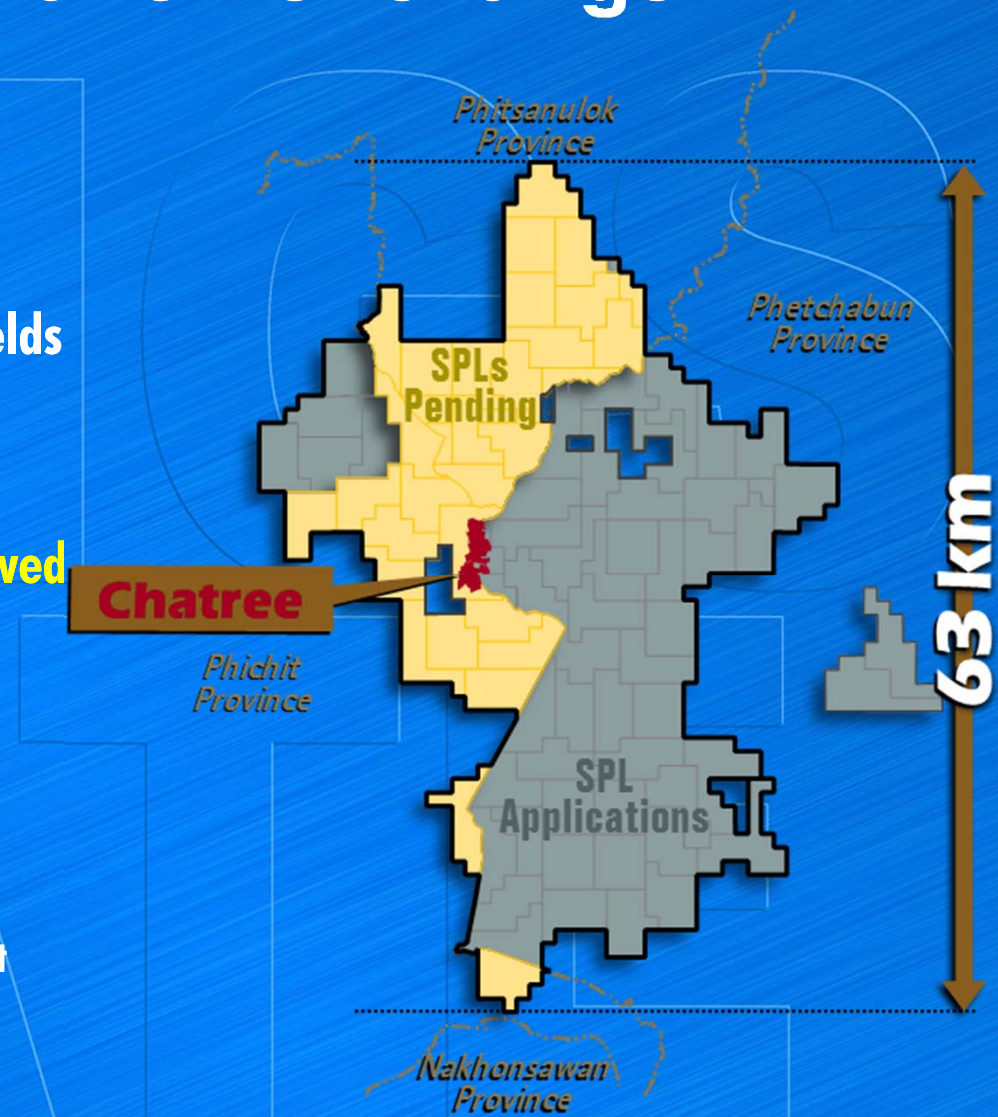
Thailand - Expectation of change

Opportunity – exploration option value

- First mover advantage
- Highly prospective areas near mine and greenfields opportunities under application

New policies – longstanding impediments being removed

- Moratorium on granting licences since 2008
- Permitting for industry is moving
- New permits issued for non-gold exploration
- The Gold Policy nearing finalisation
 - DPIM anticipates 177 licence applications and 107 permit applications to be considered in 2016





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Challenger Gold Mine, South Australia



Challenger, Australia (100%)

One million ounce production history

- ⌘ Tenacity and good exploration has delivered

Delivered on costs in the past 2 years

- ⌘ Unit cost reductions greater than 30%
- ⌘ A cash contributor in FY15

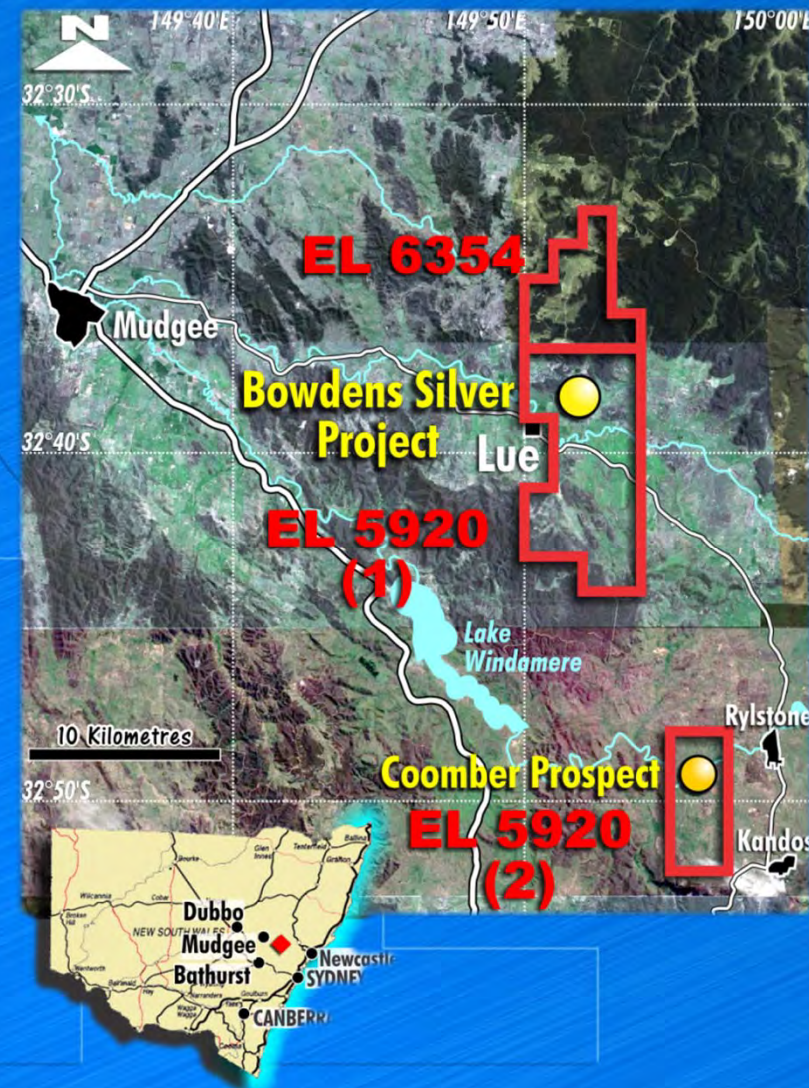
Nearing the end of current reserve life

- ⌘ Current reserves exhausted in Mar Qtr 2016
- ⌘ Significant Mineral Resources remain
- ⌘ Investigating exploration and value options



Bowdens – Size and Leverage

- Large Mineral Resource
 - 134Moz silver & 255k tonnes of zinc
- Significant feasibility level work completed
- Cyclical option value to silver and zinc
- Reassess the way forward





Kingsgate – the investment opportunity

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▣ **Flagship Project in Nueva Esperanza – 1.9Moz GEO**

▣ **De-risk, add value and advance towards development**



▣ **World Class Mine at Chatree**

▣ **+6.0Moz gold mineralised system (produced and in-situ)**



▣ **Core Capabilities In-house**

▣ **Explore, develop, build and operate**



▣ **Manage Assets and Opportunities in Current Volatile Market**

▣ **Continue to focus on maximising shareholder returns**



Kingsgate Consolidated Limited



Listed: ASX
Code : KCN
Shares: 224 Million
Market Cap: ~A\$150M

www.kingsgate.com.au

Corporate Profile

Market Summary

- ASX Code: KCN
- Shares on Issue: 223.6 million
- Market Cap: A\$150 million (@ A\$0.67/share)

Substantial Shareholders

- Van Eck (Market Vectors) (US) 6.7%
- Resource Capital Funds (US) 6.0%
- Diversified Fund Entities 5.0%

Board of Directors

- | | |
|--|--|
| <ul style="list-style-type: none"> Ross Smyth-Kirk Peter Alexander Peter McAleer Sharon Skeggs Peter Warren | <ul style="list-style-type: none"> Chairman Non-Exec Director Non-Exec Director Non-Exec Director Non-Exec Director |
|--|--|

Executive Management

- | | |
|--|---|
| <ul style="list-style-type: none"> Greg Foulis Tim Benfield Ross Coyle Joel Forwood Ron James | <ul style="list-style-type: none"> Chief Executive Officer Chief Operating Officer Chief Financial Officer GM Corporate & Markets GM Exploration & Resources |
|--|---|

Appendix

Competent Persons Statement:

The information in this report that relates to exploration results and data quality is based on and fairly represents information compiled by Mr Ron James who is a member of the Australasian Institute of Mining and Metallurgy and a full time employee of Kingsgate Consolidated Limited. Mr James has sufficient experience that 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 2012 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.

The information in this report that relates to mineral resource estimation for Arqueros and Teterita is based on and fairly represents work compiled by Mr Jonathon Abbott who is a full-time employee of MPR Geological Consultants Pty Ltd and a member of the Australian Institute of Geoscientists. Mr Abbott is an independent consultant to Kingsgate Consolidated Limited and 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 2012 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 mineral resource estimation for Chimberos is based on and fairly represents work compiled by Ms Maria Muñoz who is a member of the Australasian Institute of Mining and Metallurgy and a full time employee of Kingsgate Consolidated Limited. Ms Muñoz has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that she is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Muñoz consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

The information in this report that relates to ore reserves for Arqueros Chimberos and Teterita is based on and fairly represents work compiled by Mr Manuel A. Hernández who is a full-time employee of Coffey Chile and a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Hernández is an independent consultant to Kingsgate Consolidated Limited and has sufficient experience relevant to the type of mining under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hernández consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Notes for Mineral Resource:

1. Rounding of figures may cause numbers to not add correctly.
2. Nueva Esperanza silver equivalent: $\text{AgEq (g/t)} = \text{Ag (g/t)} + \text{Au (g/t)} \times 60$.
3. Gold Equivalent: $\text{AuEq (g/t)} = \text{Au (g/t)} + \text{Ag (g/t)} / 60$.
4. Calculated from long term historical prices for gold and silver and metallurgical recoveries of 70% Au and 75% Ag estimated from test work by Kingsgate.
5. It is the Company's opinion that all elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.
6. Although gold is not the dominant metal, gold equivalent values are reported to allow comparison with Kingsgate's other projects.



Carachitas Central – Primary Gold Target

- Follow-up 10m at 2.5g/t gold from 19m at 4,100mRL in hole ESCON-06.
- Intense silica alteration (SI4) in ESCON-06 is similar to Chimberos Gold and extends for +30m.
- Prospective target footprint
- Limited drilling in prospect area.

