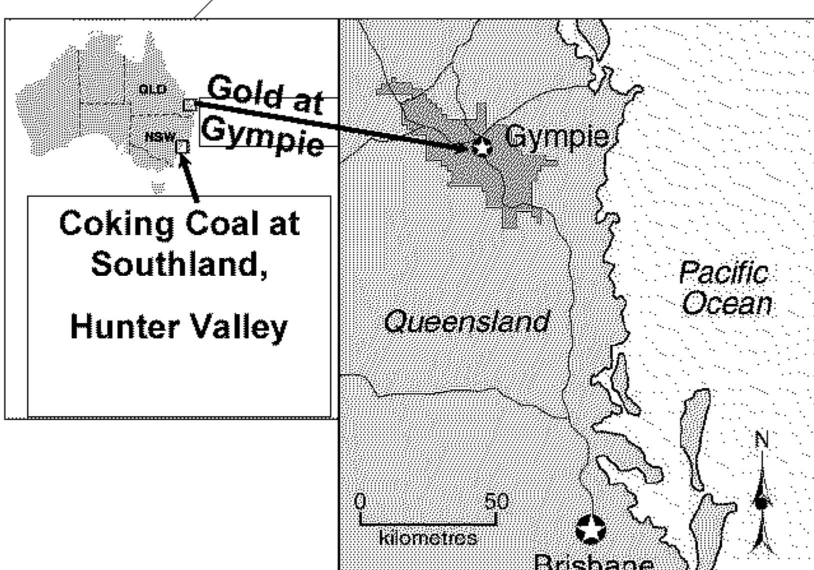
Half-Year Results

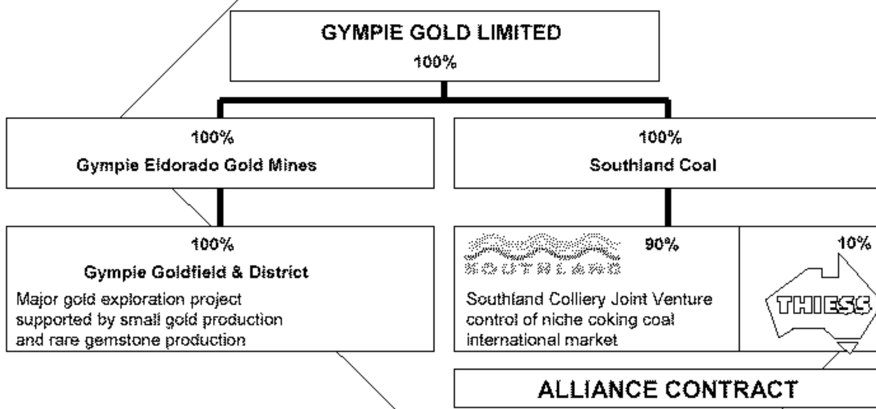
to 31 December 2002

March 2003

Business Locations



Company Structure



High Grade Gold

High Fluidity, Low Ash Coking Coal

Previously Stated 02-03 Priorities

- Discover major new goldfield system
- Revenue up 50%, EBITDA up 100%
- Reduce unit costs at both operations
- Net cash flows & profits from 2nd half based on coal production 150ktpm

Review of 1st Half Progress

- ✘ Coal production stalled, down 23% not up 12%
- ✘ Loss incurred and cash & facilities run down
- ✓ Gold production increased 36%
- ✓ Coal/Gold mine development on budget
- ✓ Discovered major gold system repetition
  Structure identified, now must confirm grade
- ✓ In February coal production recommenced
- ✓ Group has just got back on track

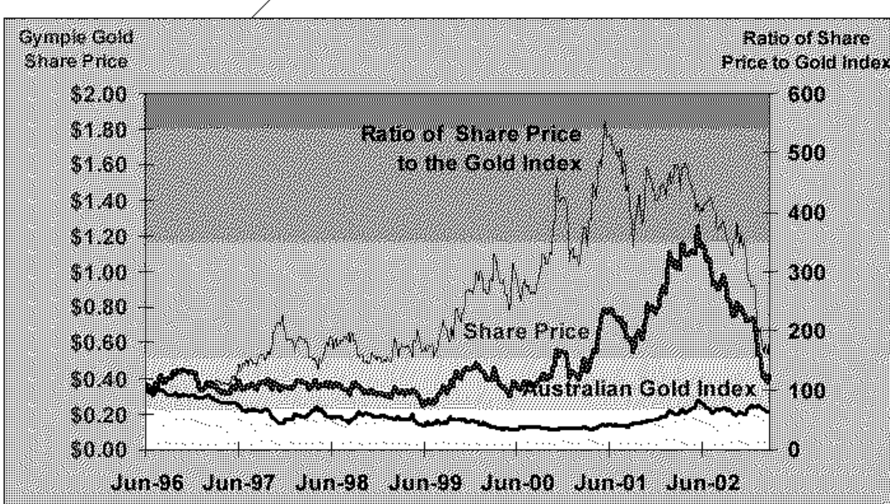
Updated Business Priorities

- **Continue production at or above budget 150Ktpm coal & 5Kozpm gold**
- **Sustain & expand operating cash flow**
- **Apply cash flow to reduce debt**
- **Follow-up major goldfield discoveries**

Half-Year Results
(Dec 02 vs Dec 01)

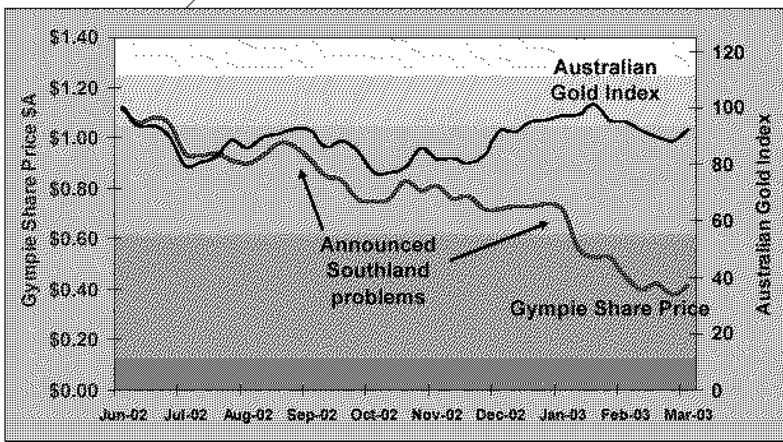
- **Revenue \$43.2M vs \$39.4M**
- **EBITDA \$1.1M vs \$8.0M**
- **Dep'n & amort'n \$11.0M vs \$7.4M**
- **Interest expense \$3.6M vs \$0.8M**
- **Loss after tax of \$11.6M vs breakeven**
- **Cash/undrawn facilities \$12M at 14 Mar 03**

Share Price History



Gave a 28% cash return in 96 and 97.
Share appreciation since 99 had raised 6 year ROI to about 20% pa
Share price since July 02 has retraced previous 6 years of gains

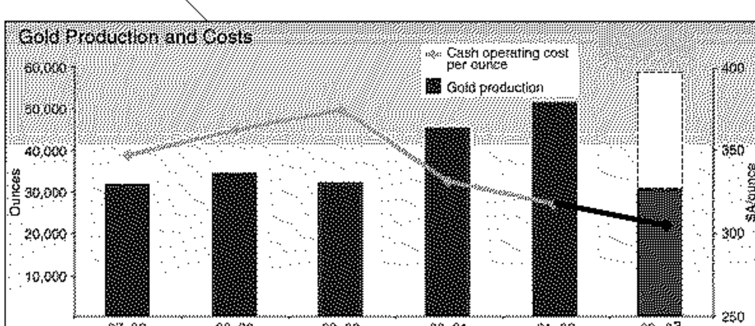
Share Price since June 02



Southland Colliery problems for 5 months
Damaged the balance sheet
Damaged investor confidence
Gold exploration progress overshadowed

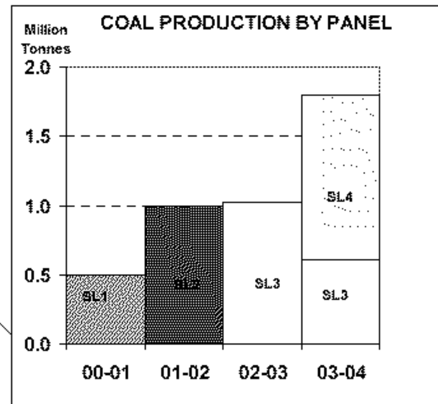
Gold – Half Year Results

- EBITDA of $6.1M ($3.3M)
- Profit before tax of $1.0M ($0.6M)
- Gold production 29,146 oz (21,403oz)
- Total Cash Cost of $A301/oz (=$US180)

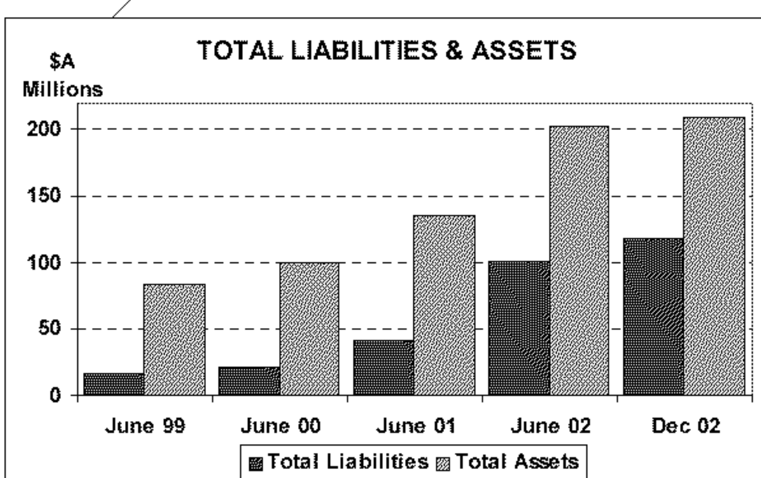


Coal – Half Year Results

- Loss $9.2M ($2.2 profit)
- Coal production of 0.4Mt (-23%)
- Production impacted by zone of poor ground at start of SL3 panel



Financial Position

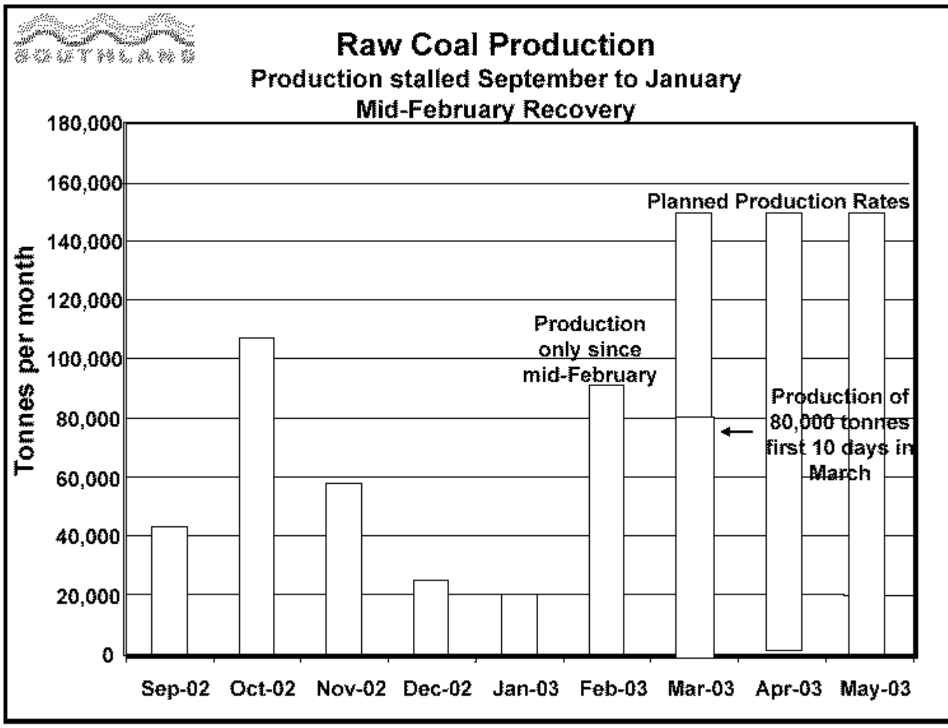


Financial Position

($A millions)	June 2002	Dec 2002
Assets		
Non-current Gold	73	82
Non-current Coal	57	72
Other	73	55
Total Assets	**203**	**209**
Liabilities		
Convertible Redeemable Notes	40	40
Other Borrowings	35	46
Other	26	32
Total Liabilities	**101**	**118**
Equity	**102**	**91**

Risk Management

- **Restarted a large goldfield from a small base**
- **Managed 2 operating shocks in starting colliery**
- **Currency hedge covers up to 12 months, currently $US50M at $US 0.58/$A1.00**
- **Gold hedge covers 3 years base costs, currently 185Koz at $A525/oz**
- **Excellent safety management**

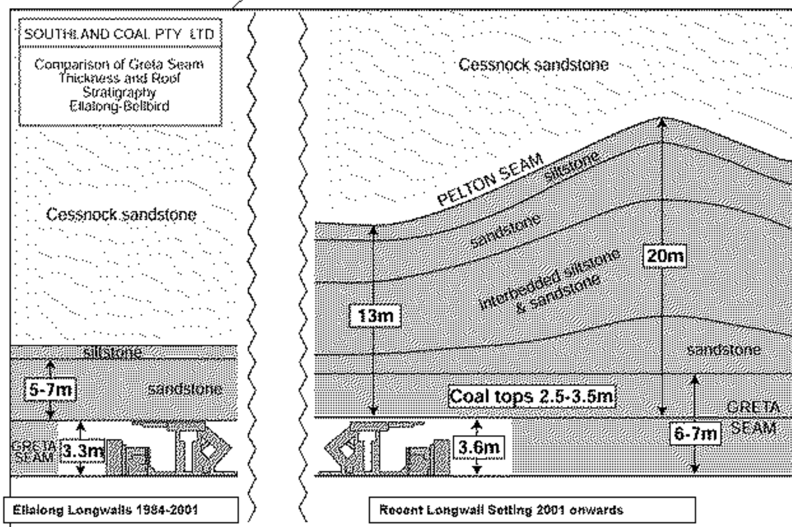


Production recovery due to

- Mined through elevated stress field in new area
- Mined through in-seam shear at top of seam
- Converted production to continuous 24hr/7day
- Mechanical improvements to longwall machine
- Ground-support methods improved
- Longwall now at seam floor where it will stay

- Production at or above budget since mid-Feb

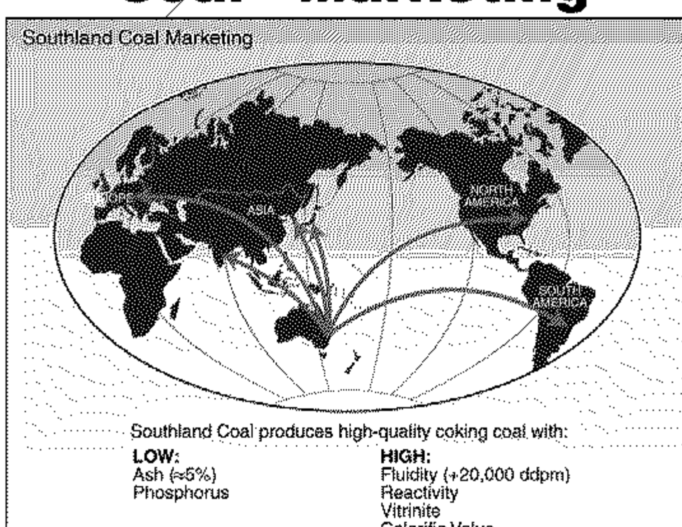
Operating Lessons



Southland-Thiess are first to longwall mine the thick Bellbird seam

Mining in this area for 18 months has taught us expensive lessons

Coal - Marketing



Southland diversified its global market distribution

Demand remains strong - additional sales contract just signed

GOLD EXPLORATION

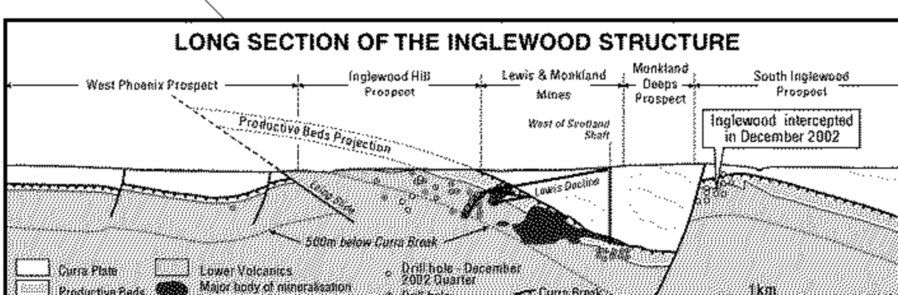
Exploration priorities at Gympie:

- **Discover major new goldfield system**
- **Maintain low discovery cost... under A$20/oz**
- **Expand resources near infrastructure**
- **Expand reserves & expand production**

Gold - Exploration

Inglewood Central Zone yielded 2m oz at 10g/t since mining commenced in 1870's

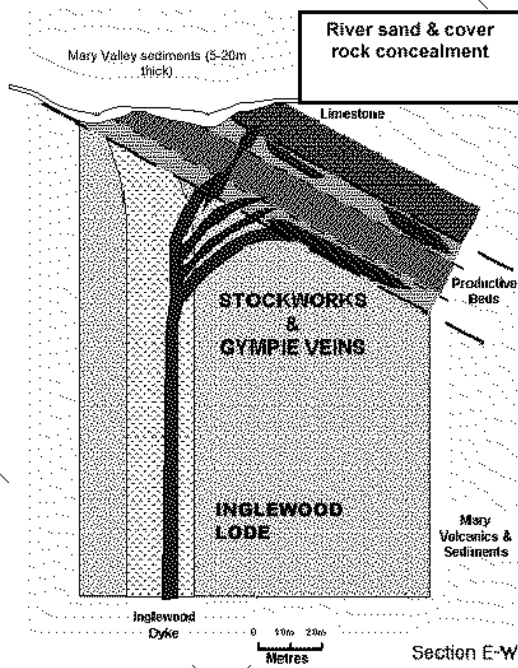
Continuation of this major goldfield feeder North and South



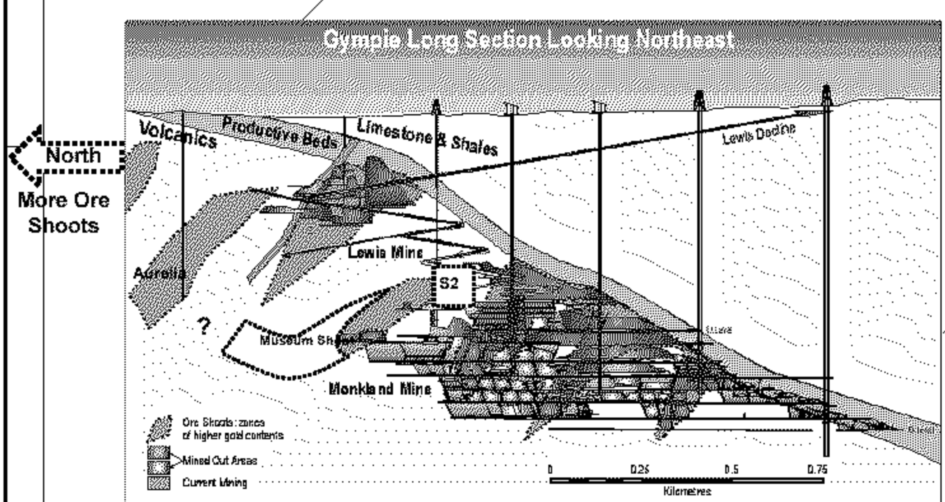
GEOLOGICAL KEY

How gold formed at Gympie

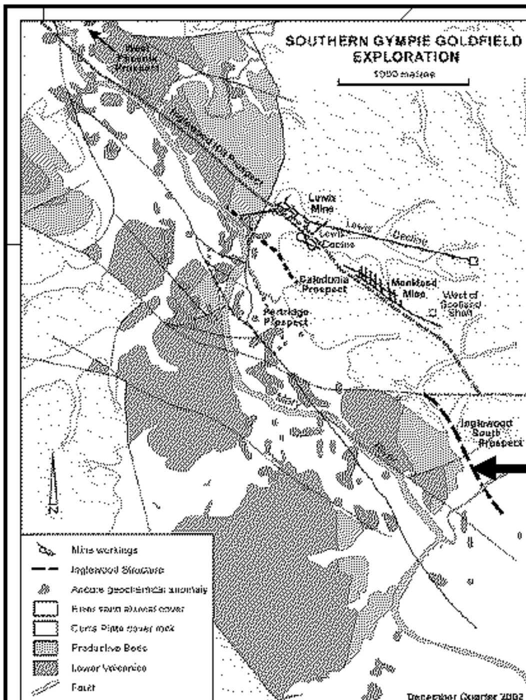
Inglewood North & South look the same



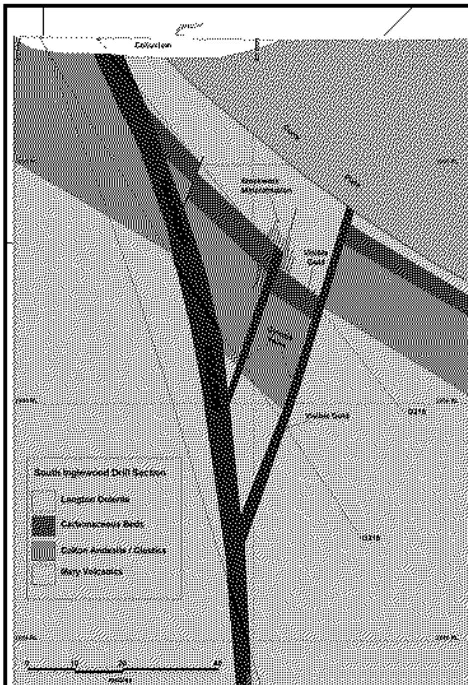
Current Mine Area



- Has yielded 2M oz at 10g/t off one major feeder…"Inglewood"
- Zones being developed on Inglewood…"S2" and "Museum"



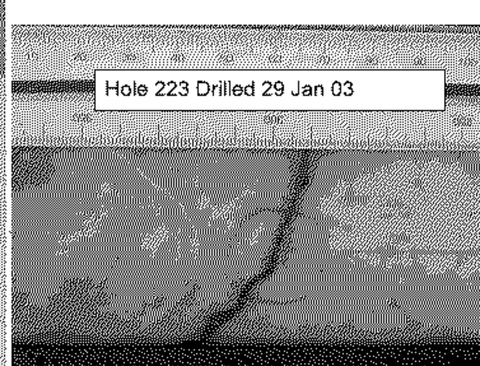
Key Discovery of December Half at South Inglewood... A Shallow, Concealed Repeat of Goldfield?

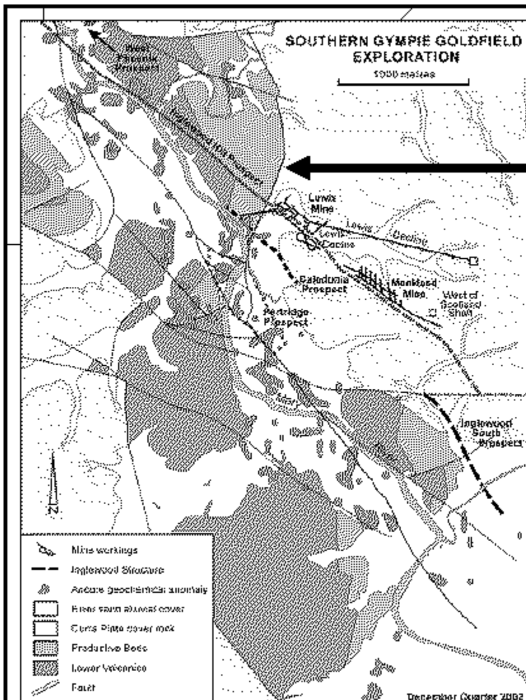


South Inglewood... Same Structure & Geology

Gold in Same Ore Types

The Same Feeder?

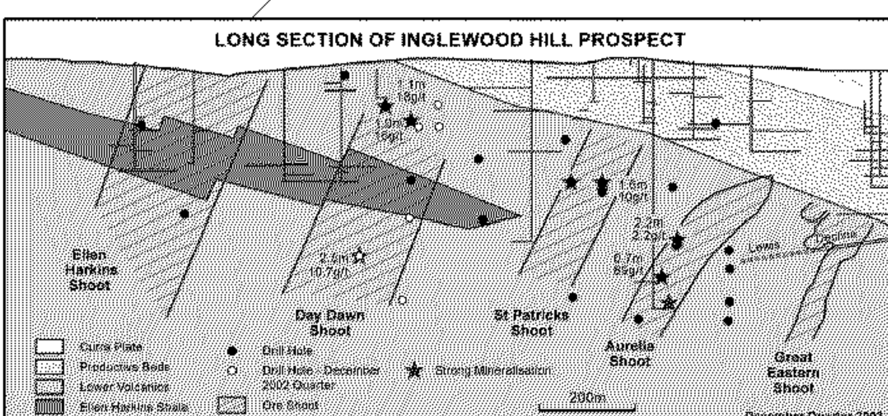




Inglewood Hill…

Northerly extension of already mined structure that has yielded 2M oz

Inglewood Hill Drilling



Day Dawn Shoot: Recent Intercepts Are Ore Grade:

Hole	From (metres)	Length (metres)	Grade (g/t gold)
G027	120	1.1	16.1
G187	107	1.1	18.9
G193	343	3.4	0.3
G215	440	2.5	10.7

Gold - Outlook

- **Exploration is the focus**
- **Exploration program is risk-staged**
- **3-year mine plan is the funding source**
- **Target to prove a repeat or extension of the +2M oz system that has already been mined**

GYMPIE GOLD

Half- Year Results

March 2003

Coal cash flow with
the exploration leverage of a high-grade goldfield