



# Kingsgate

Consolidated Limited

ABN 42 000 837 472

14 February 2005

Manager, Company Announcements  
Australian Stock Exchange Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

Dear Sir,

**RE: NEW DISCOVERY IN CHATREE MINE PIT**

Attached please find ASX release relating to a new discovery in the Chatree Mine Pit.

Yours faithfully,

**JOHN FALCONER**  
Company Secretary



# Kingsgate

Consolidated Limited

ABN 42 000 837 472

14 February 2005

## ANNOUNCEMENT TO THE AUSTRALIAN STOCK EXCHANGE

### NEW DISCOVERY IN CHATREE MINE PIT

The Chatree Deeps program has had as its primary focus determining the extent of the existing mineralization down dip of the current C, H and S pits. As previously reported, this program has met with initial success and results to date indicate that the current mine life will probably be extended beyond the existing mine plan.

Recent exploration drilling associated with extending the life of the current pit has encountered very encouraging results from a new near surface zone of mineralization in the hanging wall of H Pit. The discovery area is being referred to as H West Section. This new discovery was not discussed in the December 2004 Quarterly.

#### H West Discovery

The H West mineralization is located about 100m to the northwest of H Section and is open along strike and at depth. Preliminary interpretations indicate multiple, steeply dipping structures between 6-14m true widths in the hanging wall of, and striking parallel to, the H orebody. Currently the known strike of this mineralization is at least 100m and drill testing over a 500m strike length is in progress. This mineralization has resulted in near surface, high grade and robust intersections as follows:

Hole Number	From (m)	To (m)	Interval (m)	Gold (g/t)
RD1852	42	60	18	2.69
RC1853	21	25	4	12.90
	53	64	11	8.47
RC1856	14	16	2	5.60
RC1859	74	77	3	4.41
	87	90	3	9.25
RC1861	81	83	2	7.30

These results are considered significant and will lead to an increase in Mineral Resources at the mine.

## The Chatree Deeps Drilling Program

The drilling program designed to test the down dip extensions to the existing pits C, H and S, is referred to as the **Chatree Deeps** program. The primary aim of this program is to extend the mine life of the existing pits. This program was commenced in the September 2004 quarter and is ongoing.

As reported in the quarterly report to December 2004 drilling associated with this program encountered, in addition to targeted deeper mineralized extensions, shallow mineralization that was exemplified in reverse circulation drill holes 1809, 1811 and 1821. The shallow mineralization encountered in these holes is now interpreted as being similar to the H West type of structures. The deeper mineralization encountered in the drilling of the H pit extensions, below approximately 150 metres depth, is similar in style to the current H pit mineralization and is inferred to represent an extension of the H pit mineralization of over 100 metres. Diamond drill hole RD 1813 indicates that mineralization on the H orebody persists to depth and locally at least attains sufficient thickness and grade to be economic.

Significant intersections from the H and C pit areas include (details of hole RD1813 were included in the December quarterly report):

Hole Number	Pit Location	From (m)	To (m)	Interval (m)	Gold (g/t)
RD1813	H	179	185	6	6.86
		190	196	6	2.43
		204	207	3	3.67
RC1809	H	7	9	2	21.70
		30	35	5	2.51
RC1811	H	11	13	2	15.46
RD1821	H	64	71	7	2.42
RD1816	C	157	161	4	2.96
		177	183	6	4.93

For further information please contact:

Gavin Thomas, CEO  
(02) 8256 4800