



# Kingsgate

Consolidated Limited

Kingsgate Consolidated Limited  
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The Manager - Announcements  
Company Announcements Office  
Australian Stock Exchange

**ASX MEDIA RELEASE**

**KINGSGATE'S OFFER FOR ANDEAN TO BE INCREASED  
AND DECLARED FINAL**

Kingsgate Consolidated Limited (ASX.KCN) today announced that it will increase its Offer for Andean Resources Ltd (ASX.AND) to 1 Kingsgate share for every 14 Andean shares held provided Kingsgate receives total acceptances for at least 25% of Andean shares.

The increased Offer will be 7% above Kingsgate's existing Offer for Andean shares. Kingsgate currently holds 13.57% of Andean's capital.

The Offer will be declared final and be extended to close at 7pm (Sydney time) on Tuesday 11 July 2006. There will be no more extensions unless automatically extended under the Corporations Act.

Kingsgate's Chairman, Ross Smyth-Kirk said that this is the last chance for Andean shareholders to accept Kingsgate's Offer, and there will be no further increases to the Offer consideration.

"After nearly 4 months, the Andean Directors have failed to solicit an alternative offer for Andean shareholders. Andean shareholders should accept now to minimise the risk of a further fall in the Andean share price, and maximise their chances of securing the increased Offer announced by Kingsgate today."

"We firmly believe the Offer represents an outstanding opportunity for Andean shareholders to share in the success of Kingsgate's continuing growth story and that it is therefore in their best interests to accept the Offer", he said.

Attached is the documentation to be lodged as part of the extension process which will be completed during the course of today.

Yours Faithfully,

**John Falconer**

Company Secretary

**KINGSGATE CONSOLIDATED LIMITED**

For further information contact:

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**Kingsgate**

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