



Kingsgate

Consolidated Limited

ABN 42 000 837 472

9 March 2007

Ms Elizabeth Harris
Adviser
Australian Stock Exchange
Level 8
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Elizabeth,

RE: OUR RESPONSE TO YOUR QUERY

As per your fax, our responses are as follows:

1. The Company is not aware of any information that has not been announced which could be an explanation for trading in its securities.
2. Not applicable
3. The Company on Friday, 2 March 2007 released to the market a presentation made at the BMO Capital Markets Conference in Tampa, Florida on Wednesday, 28 February 2007 and Prospectors & Developers Association of Canada (PDAC) in Toronto, on Wednesday, 7 March 2007. The presentation contained potential outcomes for the Company should the Chatree North mining leases be granted. The presentation also stated the Company believed the approval of the Environmental Impact Statement for the Chatree North mining leases was imminent. The approval of the Environmental Impact Assessment is still with the Thai bureaucracy and no formal approval has been received by the Company.
4. The Company confirms that it is in compliance with the existing rules, and in particular, existing rule 3.1.

Yours sincerely

Peter Warren
Company Secretary



9 March 2007

Peter Warren
Company Secretary
Kingsgate Consolidated Ltd
Suite 801 Level 8 14 Martin Place
SYDNEY NSW 2000

By Facsimile: (02) 8256 4810

Dear Peter

Kingsgate Consolidated Ltd (the "Company")

RE: PRICE QUERY

We have noted a change in the price of the Company's securities from \$3.72 at the close of trading on 1 March 2007 to a high of \$4.30 today, Friday 9 March 2007.

In light of the price change, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company ?
2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at elizabeth.harris@asx.com.au or by facsimile on facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than 5:00 pm WDST today, Friday 9 March 2007.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

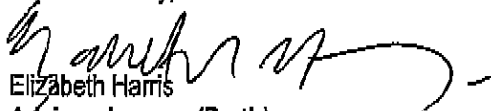
If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely,



Elizabeth Harris

Adviser, Issuers (Perth)

Direct Line: (08) 9224 0011