



Kingsgate Consolidated Limited



**Denver Gold Forum
September 2014**



In
memory
of
Gavin
Thomas

29th December 1950

—

4th June 2014





Kingsgate Consolidated Limited

**Adapting to changing markets and
building for the future**



**Denver Gold Forum
September 2014**



Disclaimer

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's Vision

To be a preferred precious metals company

Focus on delivering shareholder & stakeholder value through:

- **Maximising operational performance of existing mines**
- **Developing high quality precious metal projects**
- **Lowering costs, increasing margins and improving cashflows**
- **Strategic engagement and relationship building with all stakeholders**



**Continued Focus on Maximising
Shareholder Returns**

Kingsgate Today

Geographic and operational diversity

- **Two operating gold mines producing over 200,000ozpa**
 - **World class Chatree mine in Thailand**
 - **Challenger underground mine in South Australia**
- **Two advanced-development silver projects**
 - **Nueva Esperanza silver/gold project in Chile**
 - **Bowdens silver project in NSW**



The map shows the Pacific Ocean region, including parts of Asia, Australia, and South America. A red arrow points to the Chatree Gold Mine in Thailand, a red arrow points to the Challenger Gold Mine in South Australia, a blue arrow points to the Bowdens Silver Project in NSW, and a green arrow points to the Nueva Esperanza Silver/gold Project in Chile. A scale bar at the bottom indicates 5000 Kilometres.

**Chatree
Gold Mine**

**Challenger
Gold Mine**

**Bowdens
Silver Project**

**Nueva Esperanza
Silver/gold Project**

Operating Highlights

- **Record annual gold production of 209,500oz, at the top-end of the guidance range of 190,000oz to 210,000oz**
- **Chatree produced 134,546oz and Challenger 74,954oz**
- **Strong Group performance for June Quarter with Chatree producing 36,475oz at total cash cost of US\$631/oz and Challenger 18,975oz at US\$1,291/oz**
- **Positive DFS completed for Nueva Esperanza Ag/Au project and addendum (DIA) to approved EIS submitted**
- **Encouraging early gold exploration results at Sayabouly in Lao PDR with 5.0m @ 6.7g/t gold and 4.0m @ 7.5g/t gold in trenching.**



Chatree Gold Mine



Chatree – World Class Deposit

Asian showcase gold mine



- **Large open pit, low grade epithermal gold deposit**
 - Long life – Reserves 1.8Moz, Resources 4.0Moz
 - Currently operating at ~6.2Mtpa @ 0.8g/t Au
 - FY15 guidance of 130,000oz to 140,000oz gold
 - Produced over 1.5 million oz of gold to date
- **Asian competitive advantage**
 - Employment focus on committed and educated Thai Workforce (only four expats)
 - Low cost; good infrastructure and low input costs
 - Continuing focus on operating efficiencies
 - Exemplary health, safety and environmental record
- **Exploration upside**
 - Extensive resource opportunities inside and outside existing mining leases
 - Opportunities throughout the gold province
- **Akara IPO**
 - Final regulatory approvals expected in Sept Qtr
 - Prospectus registration valid for 12 months
 - Positive operating environment in Thailand

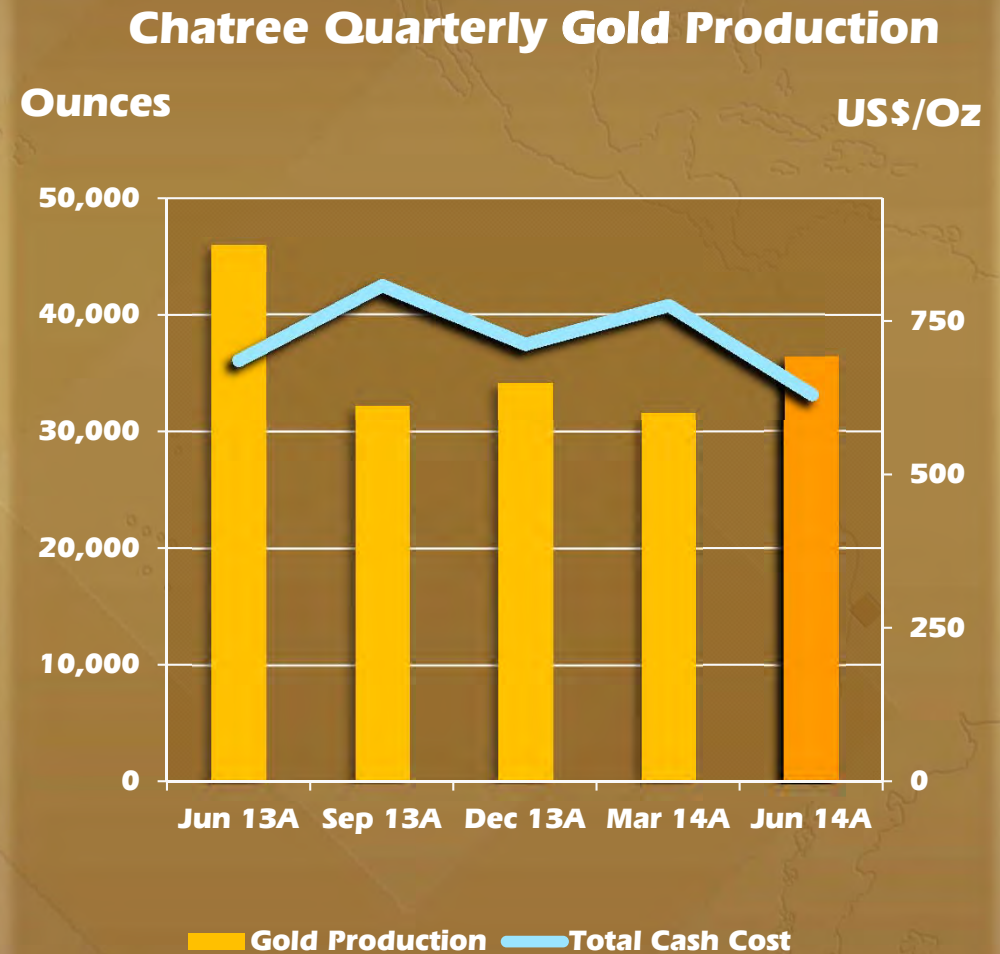


Chatree

Strong June quarter to finish FY2014

June Quarter 2014

- **Gold production 36,475oz**
- **1,599kt @ 0.90g/t & 79.5%**
- **Total cash costs US\$631/oz (incl.US\$120/oz royalty)**
- **Annual production of 134,546oz**
 - **Strong final quarter delivered above upper guidance of 130,000oz**
- **Full year guidance for FY2015**
 - **130,000oz to 140,000oz**

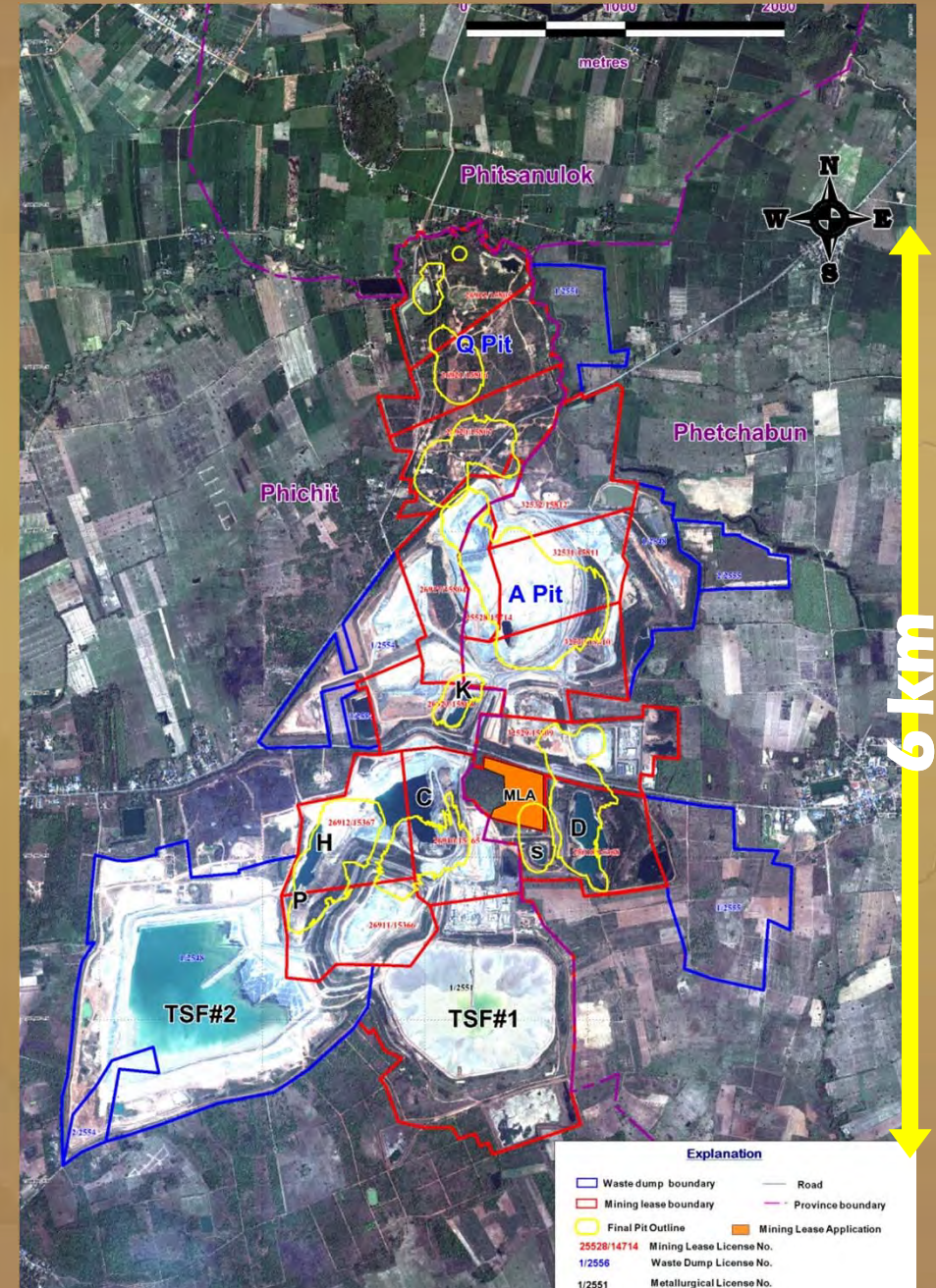


Chatree – Potential Upside

Additional resources identified in the northern part of the mining leases in the last 12 months

- Reserve extension outside current pit designs
- Incremental plant expansion options
- Deep high grade feeder structures identified for u/g potential
- Further near mine resource opportunities identified

Potential upside still remains within current mining leases after 13 years of production



6 km



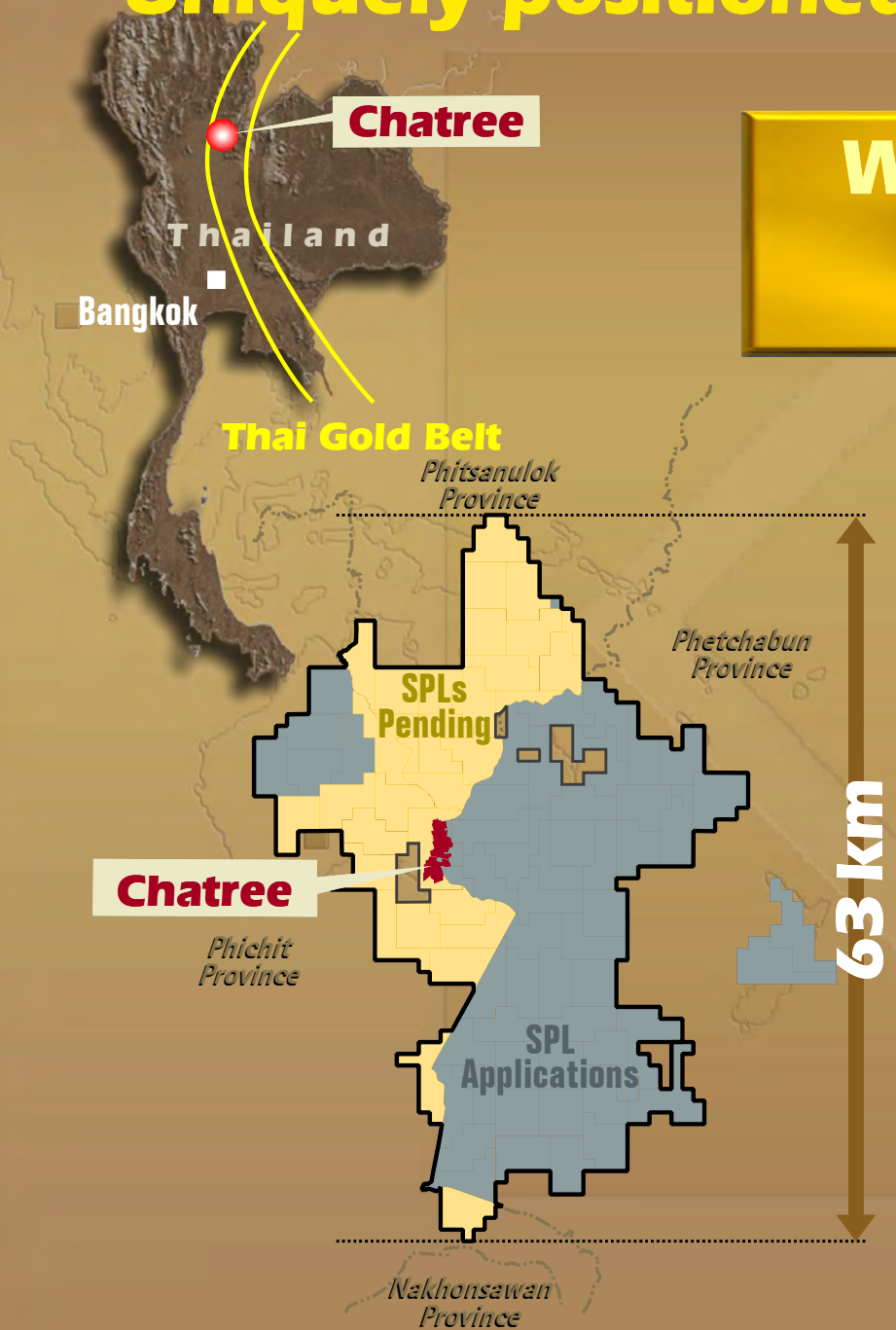
Strong Commitment to Thailand

Uniquely positioned in a major gold province

World class underexplored gold province

First mover advantage
But patience & persistence required

1,200 km² SPLA's
Multiple targets
Large, long term commitment



Nueva Esperanza

Advanced silver/gold project in Chile



Chimberos open pit



Nueva Esperanza

DFS confirms robust project economics



- Consolidation of epithermal silver/gold deposits in Maricunga belt in Chile by Kingsgate
- Historical operating experience in Chile
- Current development plan focused on heap leach

Nueva Esperanza – Heap Leach

Positive Definitive Feasibility Study results

| | |
|--|---|
| Resources | 93.3Moz Silver Eq / 1.6Moz Gold Eq |
| Throughput | 3,000,000 tonnes per annum |
| Initial mine life | +6 years |
| Annualised production (post ramp up) | |
| Silver (ave) | 6,430,000 oz |
| Gold (ave) | 17,500 oz |
| Silver Equivalent (AgEq) | 7,500,000 oz |
| Gold Equivalent(AuEq) | 125,000 oz |
| Initial capital cost est. (incl. US\$10M contingency) | US\$140 million |
| Average metallurgical recovery | |
| Silver | 70% |
| Gold | 75% |
| Average strip ratio | 5.1:1 |
| Silver cash operating cost (incl. gold credits) | US\$9.50/oz Ag |
| Gold cash operating cost (incl. silver credits) | US\$687/oz Au |

- **Three stage crushing circuit with High Pressure Grinding Rolls (HPGR)**
- **On site power from third party**
- **Merrill Crowe circuit to recover silver/gold doré**



Nueva Esperanza

Current schedule

Project Schedule

- **DFS completed with positive results**
- **Additional environmental approval (DIA) required under current development plan**
- **DIA lodged and approval expected within 6 months**

Current Work Program

- **Optimisation studies for mining, metallurgy and infrastructure underway**
- **Exploration drilling of high grade gold targets at Chimberos and satellite prospects**

Nueva Esperanza Upside

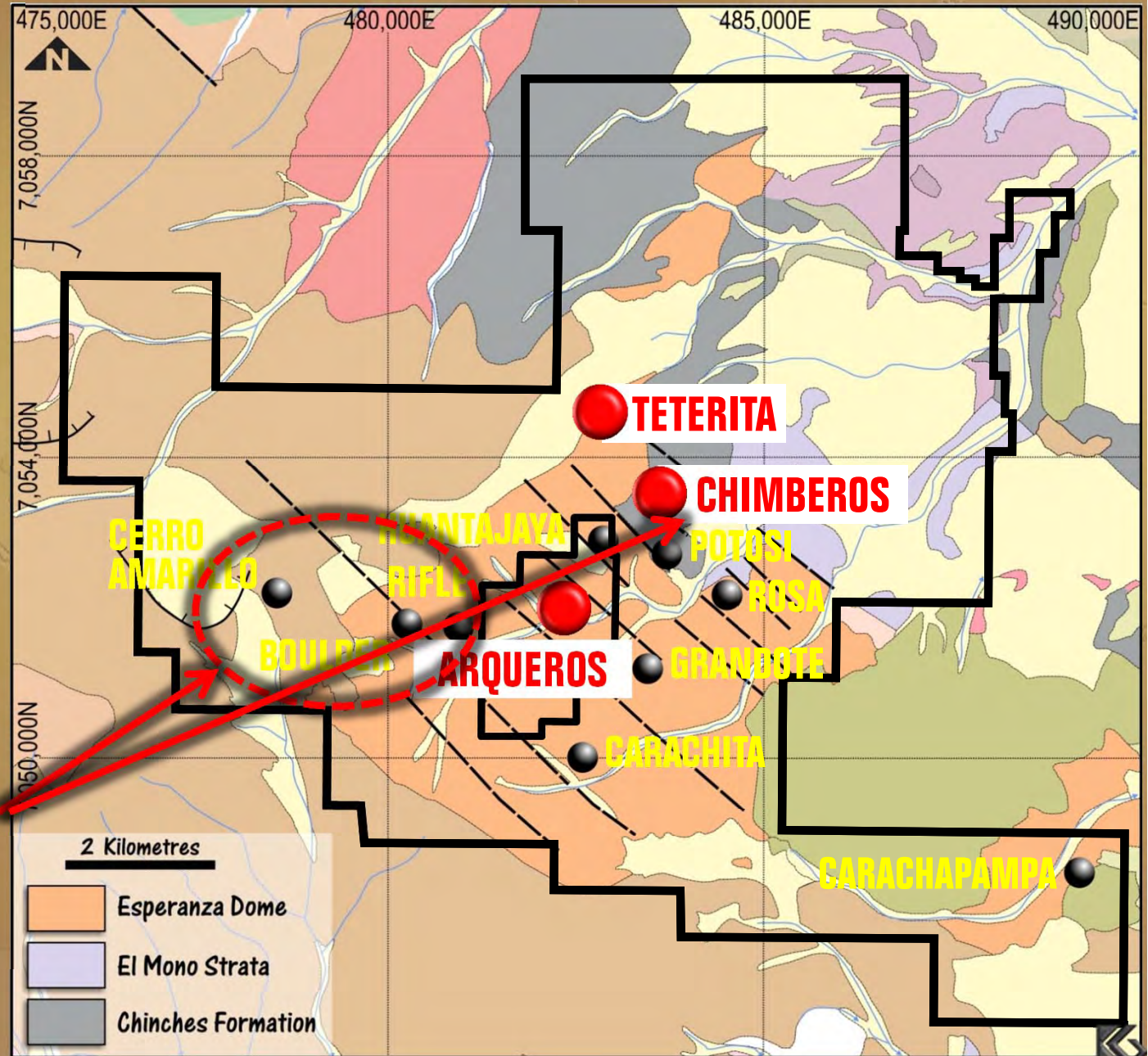
Highly prospective regional exploration

Extensive hydrothermal alteration footprint

Three established resources

Multiple highly prospective targets

Exploration drilling underway on h/g gold intercepts from historic drilling



Nueva Esperanza

Panorama of Prospects



Challenger Gold Mine



Challenger Gold Mine

Adapting to volatile metal price conditions

- **Strategic restructure accelerated following gold price volatility**
- **New mine plan implemented in 2013 focused on the higher grade Challenger West orebody**
- **New mining contract and contractor:**
 - **Costs lowered by ~30%**
 - **Improved productivity**
- **Exploring strategic options for Challenger**



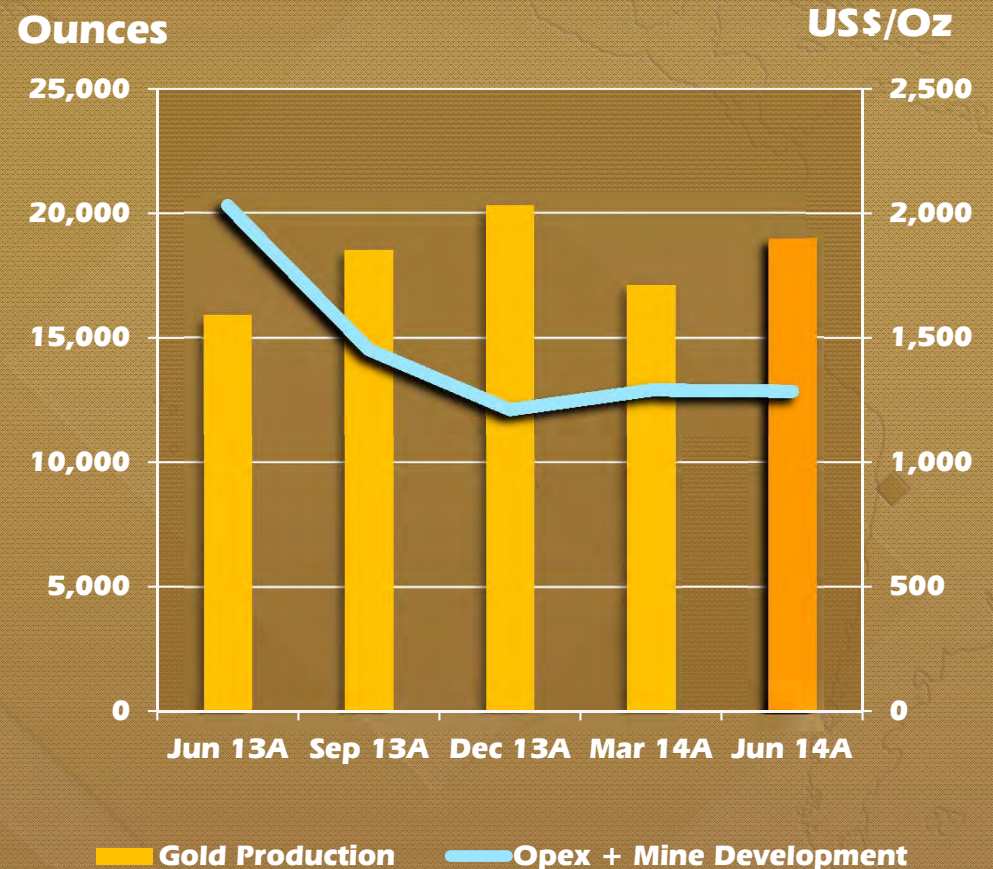
Challenger

Solid June quarter to finish FY2014

June Quarter 2014

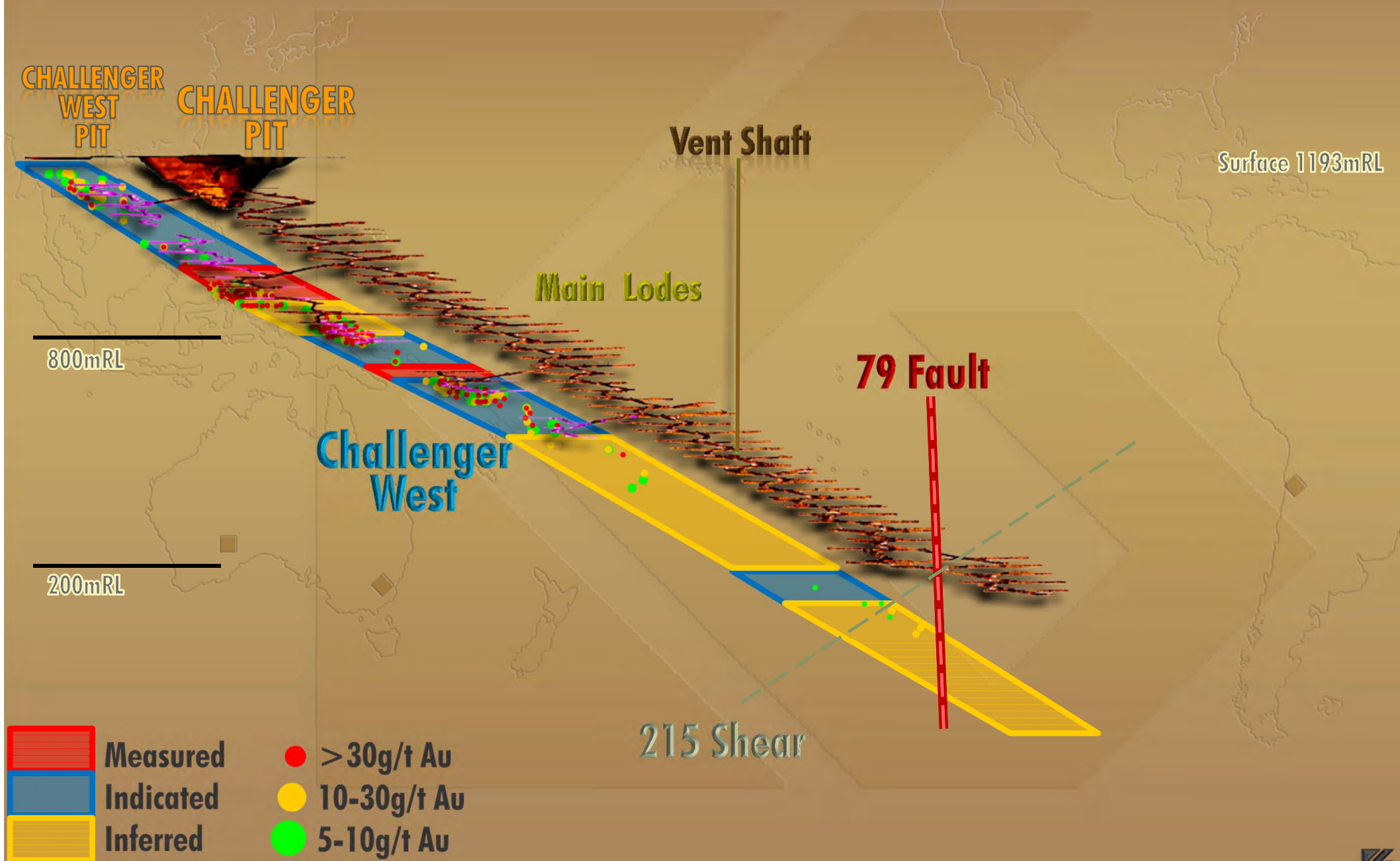
- **Gold production 18,975oz**
- **126Kt @ 4.80g/t & 96.8%**
- **Total operating costs US\$ 1,291 (incl.US\$50/oz royalty)**
 - **Costs include mine development expenditure**
 - **12,000oz hedged at ~US\$ 1,310/oz**
- **Annual production of 74,954oz**
- **Full year guidance for FY2015**
 - **65,000oz to 75,000oz**

Challenger Quarterly Gold Production



Challenger West Resources

Current mine plan focused on Challenger West



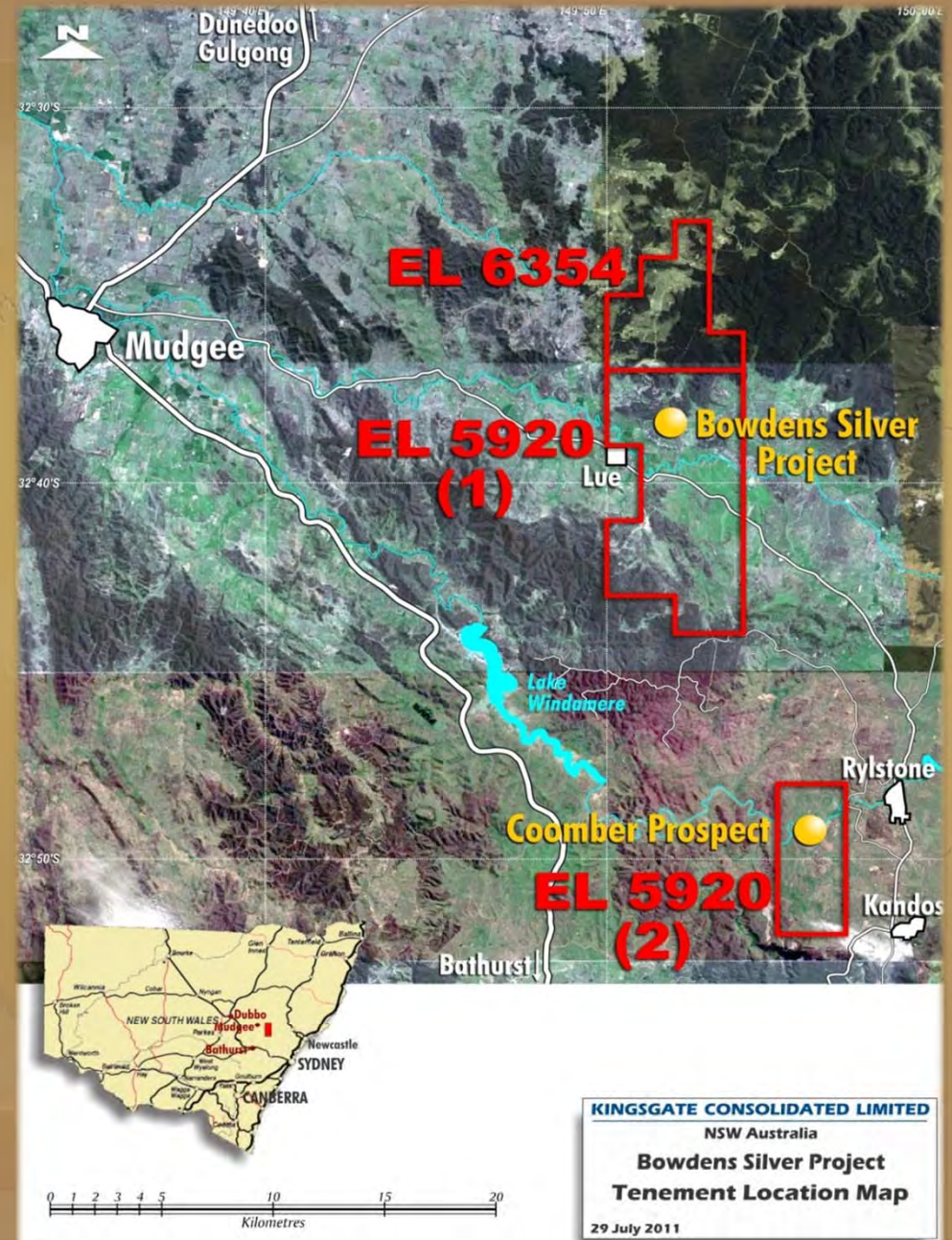
Bowdens Silver Project

Kingsgate growth project in NSW



Bowdens Overview

- Epithermal silver deposit with lead and zinc by-products
- Large, continuous, near surface deposit hosted in volcanics
- Current resource estimate 182 million ounces AgEq (JORC)
- Comparable to ~4Moz gold
- Established infrastructure and mining workforce in region



Bowdens

Project timing to reflect market conditions

Feasibility Study

- Major elements of the DFS largely completed.
- Power and water options identified but not yet finalised

Environmental Impact Statement

- Environmental monitoring and on-going field data recording
- EIS work anticipated to be completed and submitted by end calendar 2014

Regional Exploration

Encouraging results at Sayabouly in Lao PDR

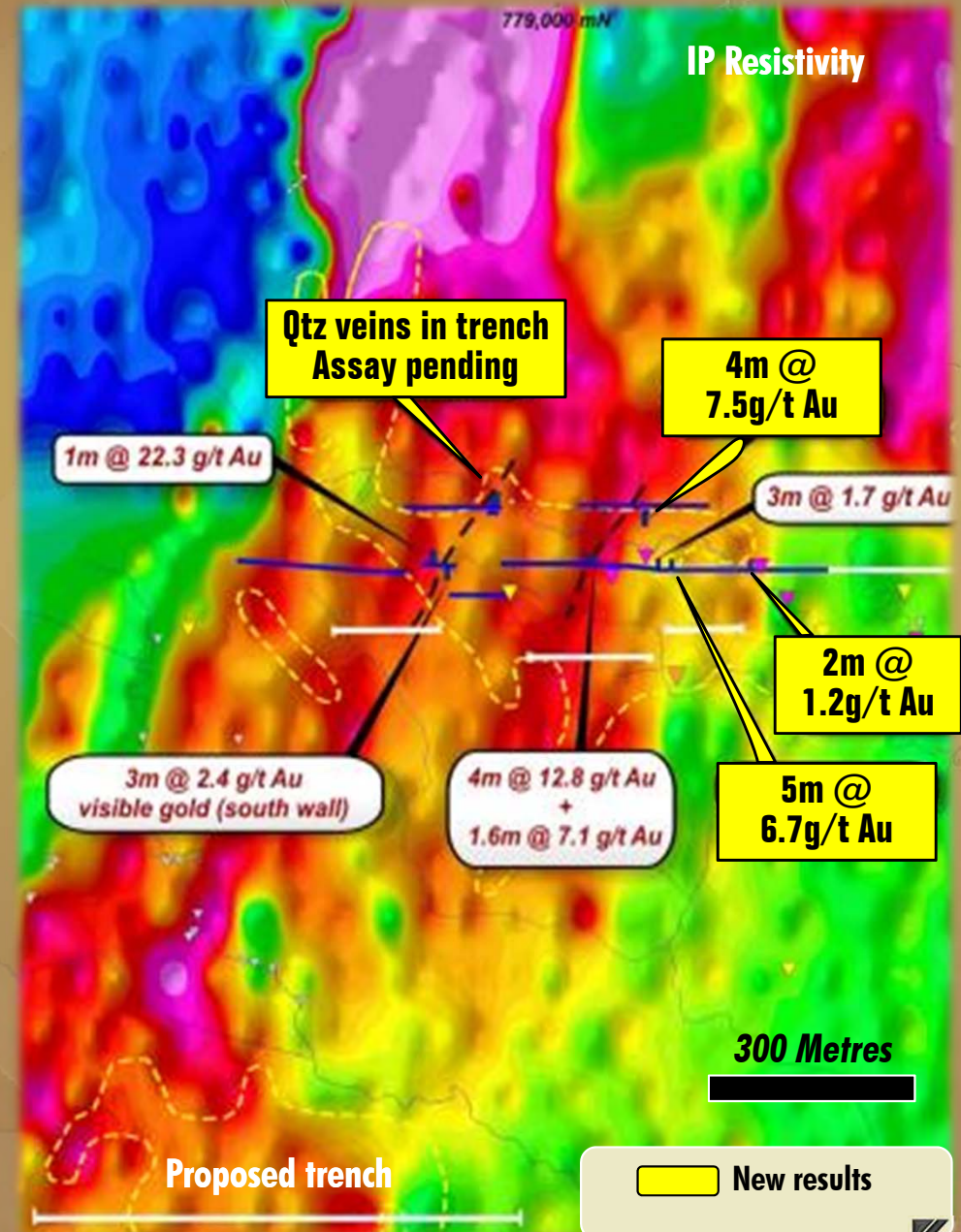
High grade quartz veins extended in follow-up trenching.

New channel sample results include:

- 5m @ 6.7g/t gold
- 4m @ 7.5g/t gold

Zones of quartz-sulphide coincide with IP anomalies

Further trenching later in the year as a pre-cursor to drilling



Outlook

- **Group gold production for the fiscal year FY2015 is expected to be 195,000 to 215,000 ounces gold.**
- **Chatree production expected to be 130,000 to 140,000 ounces.**
- **Challenger production expected to be 65,000 to 75,000 ounces.**
- **Nueva Esperanza optimisation work to continue while EIA addendum is under review by the authorities.**
- **Bowdens EIS and DFS work aligned for completion in 2014.**
- **Focus remains on initiatives to lower costs and maximise shareholder returns.**

Kingsgate Opportunity

Key Investment Highlights



World Class Cornerstone Asset at Chatree

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



Solid Operating Platform

Gold production in FY2015 expected 195,000oz to 215,000oz



Strong Resource Base

Grown to around 10 million ounces gold equivalent (AuEq)



Robust Development Pipeline

Positive DFS for Nueva Esperanza; Bowdens EIS lodged by end 2014



Setting the Stage for Future Growth

Continued focus on maximising shareholder returns



Kingsgate Consolidated Limited



Listed: ASX

Code: KCN

Shares: 224 Million

Market Cap: ~A\$190M

www.kingsgate.com.au



Appendix

General Disclaimer:

The information contained in this presentation is for informational purposes only and does not constitute an offer to issue, or arrange to issue securities or other financial products. The information contained in this presentation is not investment or financial product advice and has been prepared without taking into account the investment objectives, financial situation or particular needs of any person. To the maximum extent permitted by law, none of Kingsgate Consolidated Limited, its directors, employees or agents, nor any other person accepts any liability including without limitation any liability arising out of fault or negligence for any loss caused from the use of the information contained in this presentation. No representation or warranty, express or implied, is given as to the accuracy, completeness or correctness, likelihood of achievement or reasonableness of any forecasts or other forward looking statements.

Competent Persons Statements:

In this report, information concerning Thailand operations relates to Exploration Results, Mineral Resources and Ore Reserve estimates is based on and fairly represents information compiled by the following Competent Persons: Ron James, Brendan Bradley Kevin Woodward and Suphanit Suphananthi who are employees of the Kingsgate Group. All except Brendan Bradley are members of The Australasian Institute of Mining and Metallurgy; Brendan Bradley is a member of the Australian Institute of Geoscientists. These people qualify as Competent Persons as defined in the Australasian code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code, 2012 edition) and possess relevant experience in relation to the mineralisation of being reported herein as Exploration Results, Mineral resources and Ore reserves. Each Competent Person has consented to the Public reporting of these statements and the inclusion of the material in the form and context in which it appears.

In this report, the information concerning Challenger operations that relates to Exploration Results, Mineral Resources and Ore Reserves estimates is based on and fairly represents information compiled by Stuart Hampton and Luke Phelps who are full-time employees of the Kingsgate Group. Both are members of The Australasian Institute of Mining and Metallurgy. These persons have sufficient experience that is relevant to the mineralisation and type of deposit under consideration and to the activity that they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Paul Androvic and Tim Benfield consent to the inclusion in the report of the matters based on their information in the form in which it appears.

The information in this report that relates to Bowdens and Nueva Esperanza Mineral Resource estimation is based on and fairly represents work completed by Jonathon Abbott who is a full-time employee of MPR Geological Consultants and a member of the Australian Institute of Geoscientists and Mr Ron James. Mr Abbott and Mr James have sufficient experience that is relevant to the style of mineralisation and type of deposit 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 Abbott and Mr James consent to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Balance Sheet

- **Cash and bullion/dore of A\$74.2M at 30 June 2014**
Cash A\$64.1M (Including restricted cash of A\$10.5M)
- **A\$59M (gross) was raised in March/April from a share placement and an accelerated entitlement issue.**
- **Continued focus on optimising facilities over time, particularly in conjunction with Akara IPO and funding development projects.**

Akara Debt Facilities

- **US\$105M multi currency amortising loan facility, with quarterly payments to Nov '18**
- **Undrawn US\$15M working cap facility**

Kingsgate Debt Facilities

- **A\$25M Akara Resources PCL Pre-IPO Bond (maturity 31 July 2015)**
- **A\$10M amortising corporate loan facility (matures during FY2015)**

Corporate Social Responsibility

Asia's Showcase Gold Mine

- Safety focussed gold mine – 10 years no safety incidents
- Zero Environmental Incidents
- ISO Standards on all activities
- Only mining company granted Social Accountability SA8000

High quality, skilled stable workforce

- Training focus
- 99% Thai staff (total ~1,200)
- 39% women in management

Local Community Engagement

- 81% of workforce from local area
- “Buy Thai” 85% sourced supplies
- Created local support industry
- Local support: water, schools, health



2010 Thailand
National Occupational
Safety & Health Award



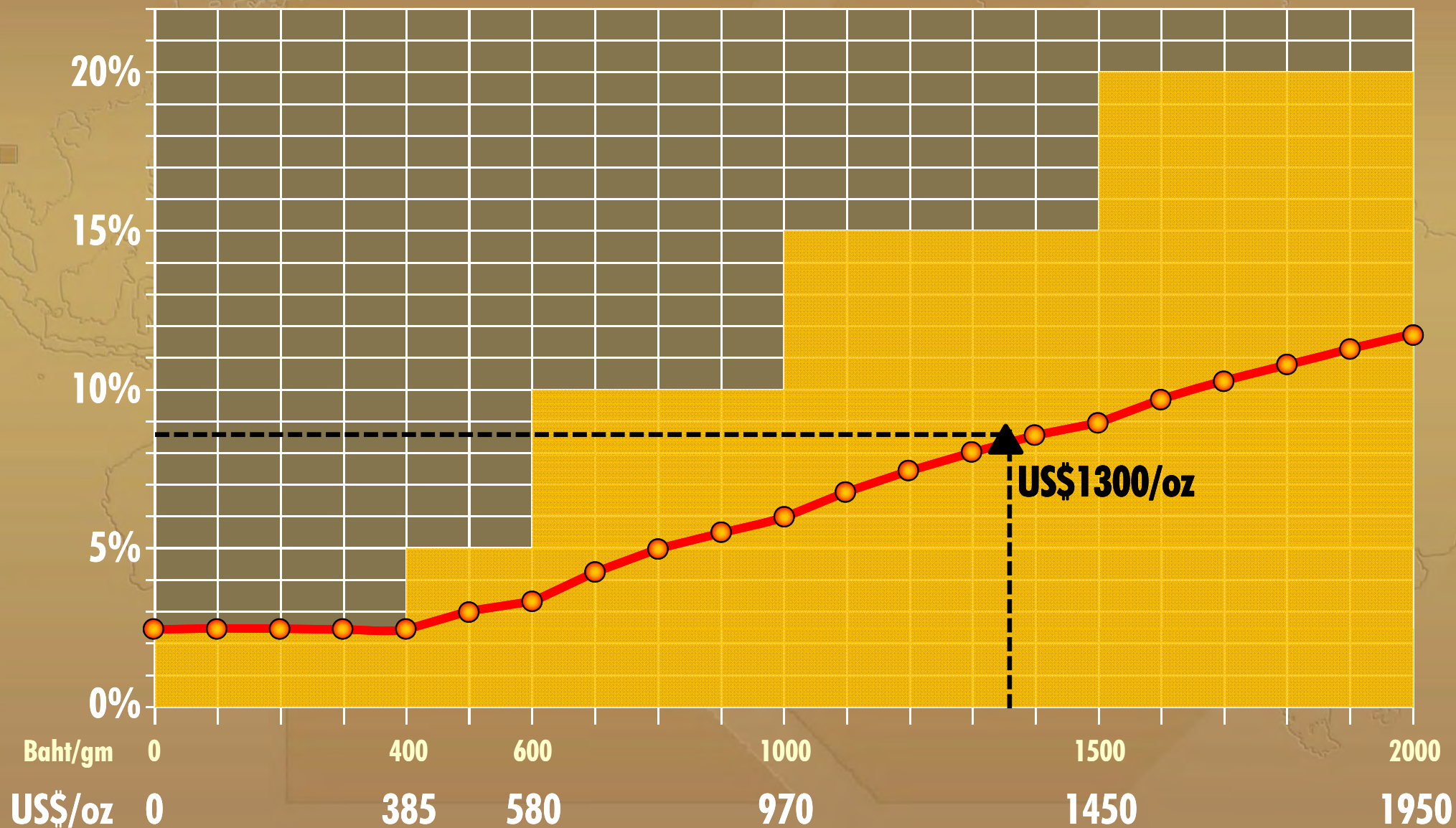
Zero Accident Award
2010



Prime Minister's Award
2010

Thai Progressive Royalty Rate

High royalty regime



US\$1.00 = Baht 32, Jan 2014.



Chatree

Chatree Ore Reserves as at 30 April 2013 (>0.35g/t gold cut-off grade)

| Source | Category | Tonnes | Gold Grade | Silver Grade | Gold Contained | Silver Contained | AuEq |
|----------------------|--------------|-------------|-------------|--------------|----------------|------------------|-------|
| | | (million) | (g/t) | (g/t) | (Moz) | (Moz) | (Moz) |
| From Pits | Proven | 45.4 | 0.87 | 7.8 | 1.27 | 11.39 | |
| | Probable | 14.8 | 0.78 | 6.0 | 0.37 | 2.86 | |
| Stockpiles | | 9.3 | 0.58 | 9.3 | 0.17 | 2.78 | |
| Chatree Total | Total | 69.5 | 0.81 | 7.6 | 1.82 | 17.04 | |

Chatree Mineral Resources as at 30 April 2013 (>0.3g/t gold cut-off grade)

| Source | Category | Tonnes | Gold Grade | Silver Grade | Gold Contained | Silver Contained | AuEq |
|----------------------|--------------|--------------|-------------|--------------|----------------|------------------|-------|
| | | (million) | (g/t) | (g/t) | (Moz) | (Moz) | (Moz) |
| From Pits | Measured | 92.8 | 0.72 | 6.60 | 2.15 | 19.7 | |
| | Indicated | 49.8 | 0.64 | 4.69 | 1.02 | 7.51 | |
| | Inferred | 45.7 | 0.58 | 3.81 | 0.85 | 5.60 | |
| Chatree Total | Total | 188.3 | 0.66 | 5.42 | 4.03 | 32.8 | |

Notes: 1. Reserves are based on a gold price of US\$1,480/oz and a silver price of US\$26/oz. 2. All reserves are based on detailed pit designs. 3. Rounding of figures may cause numbers not to add correctly.

Competent Persons Statement. Information in this presentation relates to Exploration Results, Mineral Resource and Ore Reserve estimates based on information compiled by the following Competent Persons: Ron James, Brendan Bradley, Kevin Woodward and Suphanit Suphananthi who are employees of the Kingsgate Group. All except Brendan Bradley are members of The Australasian Institute of Mining and Metallurgy. Brendan Bradley is a member of The Australian Institute of Geoscientists. These people qualify as Competent Persons as defined in the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code, 2012 edition) and possess relevant experience in relation to the mineralisation being reported herein as Exploration Results, Mineral Resources and Ore Reserves. Each Competent Person has consented to the Public Reporting of these statements and the inclusion of the material in the form and context in which it appears.



Challenger

Challenger Ore Reserves as at 30 June 2013

| Source | Category | Tonnes | Gold Grade | Gold Contained |
|-------------------------|--------------|-------------|-------------|----------------|
| | | (million) | (g/t) | ('000 oz) |
| From Mine | Proven | 0.25 | 5.52 | 40 |
| | Probable | 0.22 | 8.30 | 60 |
| Challenger Total | Total | 0.47 | 6.82 | 100 |

Challenger Mineral Resources as at 30 June 2013

| Source | Category | Tonnes | Gold Grade | Gold Contained |
|-------------------------|--------------|-------------|-------------|----------------|
| | | (million) | (g/t) | ('000 oz) |
| From Mine | Measured | 0.44 | 8.97 | 130 |
| | Indicated | 1.04 | 10.6 | 350 |
| | Inferred | 0.68 | 12.1 | 260 |
| Challenger Total | Total | 2.16 | 10.7 | 750 |

Competent Persons Statement. The information in this presentation that relates to Exploration Results, Mineral Resources or Ore Reserves is based on and fairly represents information compiled by Stuart Hampton and Luke Phelps who are full-time employees of the Company and both are members of The Australasian Institute of Mining and Metallurgy. All those named above have sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking, to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.



Nueva Esperanza

Nueva Esperanza Ore Reserves

(0.5g/t AuEq60 cut-off grade)

| Category | Tonnes | Gold Grade | Silver Grade | Gold Equiv Grade | Gold Containe | Silver Containe | AgEq Containe | AuEq Containe |
|-----------------|------------|------------|--------------|------------------|---------------|-----------------|---------------|---------------|
| | (millions) | (g/t) | (g/t) | (g/t) | d (Koz) | d (Moz) | d (Moz) | d (Moz) |
| Proved | - | - | - | - | - | - | - | - |
| Probable | 17.1 | 0.27 | 97 | 1.89 | 148 | 53.5 | 62.5 | 1.04 |
| Total | 17.1 | 0.27 | 97 | 1.89 | 148 | 53.5 | 62.5 | 1.04 |

Nueva Esperanza Mineral Resources as at 30 June 2013

(0.5g/t AuEq60 cut-off grade)

| Category | Tonnes | Gold Grade | Silver Grade | Gold Equiv Grade | Gold Containe | Silver Containe | AgEq Containe | AuEq Containe |
|------------------|------------|------------|--------------|------------------|---------------|-----------------|---------------|---------------|
| | (millions) | (g/t) | (g/t) | (g/t) | d (Koz) | d (Moz) | d (Moz) | d (Moz) |
| Measured | 1.5 | 0.01 | 101 | 1.69 | 1.0 | 4.9 | 4.9 | 0.08 |
| Indicated | 21.3 | 0.28 | 88 | 1.74 | 190 | 60.2 | 71.6 | 1.19 |
| Inferred | 6.1 | 0.3 | 67 | 1.4 | 60 | 13.0 | 16.8 | 0.28 |
| Total | 28.9 | 0.27 | 84 | 1.67 | 251 | 78.2 | 93.3 | 1.56 |

Notes: Au = gold; Ag = silver; M = million; g/t = grams per tonne; MOz = million ounces.

1. In situ density 2.0 t/bcm, based on 350 measurements at Arqueros. 2. Gold equivalent on basis of gold/silver revenue ratio of 60; calculated as Au + Ag/EQ (gold plus [silver divided by 60]). 3. Silver equivalent on the basis of gold/silver revenue ratio of 60; calculated as Au x EQ + Ag ([gold times 60] plus silver). 4. EQ = (Price Gold x Recovery Gold) / (Price Silver x Recovery Silver). 5. Price basis US\$1,380/oz Au and US\$21.50/oz Ag. 6. Metallurgical recovery basis 70% Au and 75% silver. 7. It is the company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered. 8. Rounding of numbers may generate rounding errors.



Bowdens

Bowdens Mineral Resources as at 30 June 2013

(30g/t AgEq cut-off grade)

| Category | Tonnes (million) | Grade | | | | Contained Metal | | |
|-----------------------|------------------|-------------|-------------|-------------|-------------|-----------------|------------|-------------|
| | | Silver g/t | Lead % | Zinc % | AgEq g/t | Silver (Moz) | AgEq (Moz) | AuEq (Moz) |
| Measured | 23.6 | 56.6 | 0.31 | 0.41 | 74.5 | 43.0 | 57 | 1.25 |
| Indicated | 28.4 | 48.0 | 0.27 | 0.36 | 63.6 | 43.8 | 58 | 1.28 |
| Meas & Ind | 52.0 | 51.9 | 0.29 | 0.38 | 68.6 | 86.8 | 115 | 2.53 |
| Inferred | 36 | 41 | 0.3 | 0.4 | 58 | 47.5 | 68 | 1.47 |
| Total | 88.0 | 47.4 | 0.29 | 0.39 | 64.4 | 134.1 | 182 | 4.00 |

Notes: 1. Rounding of numbers may generate rounding errors. 2. NSR metallurgical recoveries of 72% Ag, 75% Pb, and 66% Zn estimated from test work by Kingsgate. NSR or net smelter return metallurgical recovery is defined as the payable metal recovered after allowing for smelter deductions, which includes deductions for precious metals. 3. Price basis Ag US\$26.33/oz, Pb US\$2,206/t and Zn US\$2,111/t 4. Bowdens silver equivalent equation (AgEq) g/t = Ag (g/t) + 27.5 x Pb (%) + 22.8 x Zn (%) 5. It is the company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered. 6. Cut-off grade for Bowdens is 30g/t AgEq.

Kingsgate Group Metal Equivalent Notes: #1. Nueva Esperanza silver equivalent: $AgEq (g/t) = Ag (g/t) + Au(g/t) \times EQa$. Gold Equivalent: $AuEq (g/t) = Au (g/t) + Ag (g/t)/EQa$; $EQa = (price\ gold * recovery\ gold) / (price\ silver * recovery\ silver)$. Calculated from prices of US\$1380/oz Au and US\$21.50/oz Ag, and metallurgical recoveries of 70% Au and 75% Ag estimated from test work by Kingsgate and Laguna. #2. Bowdens silver equivalent: $AgEq (g/t) = Ag (g/t) + 27.5 \times Pb (\%) + 22.8 \times Zn (\%)$. Calculated from prices of US\$26.33/oz Ag, US\$2,206/t Pb, US\$2,111/t Zn and NSR recoveries of 72% Ag, 75% Pb, and 66% Zn estimated following test work by Kingsgate. #3. Bowdens gold equivalent: $AuEq (g/t) = 45 (gold\ price / silver\ price)$. Calculated from prices of US\$1200/oz Au, US\$26.33/oz Ag. #4. Chatree gold equivalent: $AuEq/t = Au (g/t) + Ag (g/t) / EQa$. EQa see note 1 above. Calculated from prices of US\$1480/oz Au and US\$26/oz Ag and metallurgical recoveries of 80.5% Au and 43.6% silver based on metallurgical test work and plant performance. #5. Cut-off grade for Chatree is 0.35g/t Au; Nueva Esperanza is 0.5g/t AuEq; Bowdens is 30g/t AgEq. #6. In the company's opinion, the silver, gold lead and zinc included in the metal equivalent calculations have a reasonable potential to be recovered.

