



KINGSROSE
MINING LIMITED

ASX Announcement
28 June, 2019

Way Linggo Pit Experiences Wall Slip Failure

Kingsrose Mining (ASX: KRM) ('Kingsrose' or 'The Company') experienced a wall slippage event in its Way Linggo open pit gold mine last week. Remediation works have not rectified the problem as quickly as anticipated and a short interruption of production is now probable.

A fault that had recently been identified in the north east pit wall was being closely monitored by the site geotechnical team and prior to its failure material movement had been detected for some days. A Response Plan was developed to ensure the mining team proactively managed and responded to the risk. The failure occurred during normal working hours, however, the mining activities had already been stood down and personnel and equipment had been removed from the mapped potential sliding zone. There were no casualties or property damage from this incident.

The incident has resulted in the Way Linggo pit being temporarily inaccessible to normal mining activities. The team are working on an alternative haul road in the pit and expect mining production to re-commence in the second half of July in the southern end of the Way Linggo pit.

Due to the delay and change in planned schedule in mining from Way Linggo we anticipate the processing plant to be stopped for a period of 4 to 5 weeks in July and into August. Talang Santo is in a stripping phase in these months and we were scheduled to rely on Way Linggo tonnes, however, the impact to planned production in the 6 months to 31 December 2019 will be minimal as we will catch up once the plant resumes in August.

The incident is likely to have sterilised an estimated 3.5k gold ounces from the Way Linggo pit. An external geotechnical consultant will assist in planning the optimal remediation of the north east wall and we will be able to assess the full impact once this is complete.

Kingsrose intends to publish production guidance in late July for the six months to December 31, 2019.

The CEO, Karen O'Neill, said "I am pleased with the safety management of the incident on site and commend the team's ongoing diligence. We commit to returning to normal operations as soon as possible, as safely as possible."

"It is disappointing that we will have this production interruption after running the processing plant at capacity for the last three months, but we will use the time efficiently and bring forward planned fixed plant maintenance. We will continually refine the schedule to try to improve on our initial impact assessment. The incident is manageable and no significant consequence to Kingsrose Mining is expected."



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