

ASX RELEASE

27 February 2015

Refinancing Update

KBL Mining Limited (“KBL” or the “Company”) advises that final documentation in relation to the Company’s refinancing as outlined in the announcements dated 23 December 2014 and 30 January 2015 is progressing satisfactorily towards finalisation. The Directors of the Company remain confident that the necessary funds to repay the Company’s \$12.6 million debt on 16 March 2015 will be available together with the funds to install the gold circuit and other significant improvements which will secure a sound future for the Mineral Hill Mine.

There is a dispute with the holder of the \$12.6 million debt as to the amount required to be repaid on 16 March 2015. The holder of this debt was initially Capri Trading Pty Ltd (“Capri”) but the debt was assigned to RIKID511 Pty Ltd (“RPL”) and subsequently RPL became a subsidiary of Kidman Resources Limited (“Kidman”). RPL has now reverted to being a subsidiary of Capri and Kidman’s 37,925,836 shares in KBL (acquired by its subsidiary, Kidman Mining Pty Ltd, from Capri) have been sold.

KBL sought confirmation from RPL that the amount required to be repaid on 16 March 2015 is \$12.6 million. As RPL has failed to give this confirmation, KBL has taken the dispute to the NSW Supreme Court. The Supreme Court has yesterday given leave to KBL to make an interlocutory application to the Court regarding the amount which is to be repaid and this application will be heard by the Supreme Court on 10 March 2015.

For further information, please contact:

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About KBL Mining

KBL Mining is an Australian resource Company listed on the ASX (KBL and KBLGA) with a focus on producing precious and base metals. KBL’s main assets include the Mineral Hill copper-gold-silver-lead-zinc mine near Condobolin in New South Wales and Sorby Hills lead-silver-zinc project in Western Australia. The Company has been operating the refurbished processing plant at Mineral Hill since October 2011 to produce copper concentrates. Sorby Hills (KBL holds 75% with Henan Yuguang Gold & Lead Co. Ltd (HYG&L) holding 25%) is one of the world’s largest near surface undeveloped silver-lead deposits, close to port infrastructure and a short distance from Asian markets. The project received environmental approval on 2 April 2014 and the Joint Venturers are now progressing the Project to development

More information can be found on KBL’s website at www.kblmining.com.au.