

ASX RELEASE

11 March 2015

Supreme Court Orders clear obstruction to Quintana Funding

On 10 March 2015, the NSW Supreme heard an interlocutory application by KBL Mining Limited (“KBL” or “the Company”) for orders that RIKID511 Pty Ltd (“RPL”) be required to provide all necessary security discharges upon payment of \$12.6 million in respect of the Capri loan due to be repaid on 16 March 2015. RPL has claimed that some \$3.12 million of interest is also due under the loan together with additional expenses incurred by the mortgagee.

The Court has ordered RPL to provide the necessary discharges prior to noon on 16 March 2015 conditional upon payment of \$12.6 million to RPL and payment of the disputed amount into a controlled moneys account held by KBL’s lawyers. Pending the Court’s final resolution of RPL’s interest and expense claims (currently scheduled for 8 and 9 April 2015), RPL is restrained from appointing any receiver to KBL to otherwise taking steps to enforce its securities.

These arrangements will remove the disputes with RPL from obstructing the first drawdown on 16 March 2015 under the Quintana Metals Purchase Agreement (announced yesterday) including the provision of security to Quintana.

For background to this matter, see the Company’s announcements of 28 January 2015, 30 January 2015 and 6 March 2015.

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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.